



Kingswood School

ANNUAL REPORT AND
CONSOLIDATED FINANCIAL STATEMENTS

for the 13 months ended

31 August 2023

Kingswood School

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Annual Report of The Trustees of Kingswood School

Foreword by the Headmaster of Kingswood School & Principal of Kingswood Foundation

We have travelled a happy and productive journey as a Kingswood community over the past year, once again bowled over by the many remarkable achievements of our students, who continue to make the most of a Kingswood education in all its breadth and balance. Education transforms lives when young people are inspired both to develop their existing talents and respond to our prompting to try something new, discovering other interests and passions along the way. It is also true that the aim of education is as much about action as it is about knowledge, and it is heartwarming to see how generously pupils and staff are moved to action, sharing these talents in the service of others.

This was the year when the inspectors came calling at the Senior School. In forming their judgements, the team of six highly experienced educators spent most of their time with our pupils, talking in small groups, scrutinising their work, observing lessons, getting out and about to observe clubs and activities. I think they really got under the skin of the school as they evaluated the achievements and personal development of our pupils. In the final report, Kingswood achieved a resounding overall excellent grading, and I am proud of the team effort of governors, staff and pupils which contributed to this outcome. The Prep School are busy preparing for their own inspection visit and, although it will be under a new framework without overall judgements, I am confident that the visiting inspectors will find a thriving school.

You will have read in last year's annual report for 2022 that our pupils managed to buck the national trend and achieve the school's best ever A Level and GCSE results. That certainly put a spring in everyone's step as we made a start to the Autumn term last September. Fast forward to the summer of 2023 and our pupils have continued to perform with distinction. That 84% of all A Level exams were graded A*/A or B is testament to the fine attitude our Year 13 leavers brought to their studies and the outstanding teaching and learning that happens each and every day in the classroom. The onwards destination picture was equally impressive with the overwhelming majority of those seeking a place at university successful with their first choice destination. At GCSE, over 40% of all grades were an 8 or a 9. Our Prep School pupils likewise achieved highly; from Reception to Year 6, 94% of our children scored average or above in English compared to 77% nationally. 98% of our children scored average or above in Maths across the school compared to 77% nationally. This academic excellence is one important part of our mission to produce well-rounded young people who have both the academic qualifications and the personal qualities to lead fulfilling lives.

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FOREWORD

When lessons are over, the other half of school life springs into action. I have certainly enjoyed witnessing our pupils' growth in self-confidence as they have performed in choirs, orchestras and musical ensembles, not to mention the excellent school productions this year: Little Shop of Horrors, Lord of the Flies and The Witches. The art and design exhibitions this year were stunning, and featured a wide range of highly creative and professional work. Pupils have successfully competed at local, regional, national and international levels in a range of sports and activities. Every term there have been sports teams who have enjoyed unbeaten seasons, in a very competitive South West fixture circuit. I am so grateful to our hugely dedicated and generous staff who have enabled Kingswood to field multiple teams across all year groups each week. Our supra-curricular programme continues to go from strength to strength: I have handed out very many certificates to commend pupil success in a range of intellectual pursuits, including Science Olympiads, Mathematics challenges, F1 in Schools and Philosophy competitions. And, as ever, many of our pupils have achieved Bronze, Silver and Gold certificates in the Duke of Edinburgh award scheme. I am grateful to our pupils for getting so stuck into school life and making the most of the opportunities on offer.

This year we celebrate our 275th anniversary and it was a privilege to welcome delegates from Methodist institutions all over the world to Kingswood, where Wesleyan education took root. Bound by shared values, over 250 educational leaders travelled from all corners of the globe to connect in person, to enjoy fellowship, to talk about joys and challenges, to nurture existing relationships and to seek out and create new ones. We draw strength from our association with this network of schools, colleges and universities, and it is humbling to be reminded that Kingswood is an important part of a wider global educational community.

The 275th anniversary has provided an opportunity to launch a campaign to raise funds to be able to deliver three really excellent initiatives: transformational bursaries to attract talented pupils from around the world whose parents are not in a position to afford the fees; a refurbished space for our senior students to promote collaboration and to prepare them for life beyond school; and finally, to build a state of the art Cookery School to enhance further our enrichment curriculum. Thank you to the many parents and alumni who have already supported our campaign which will continue for the remainder of 2023. Whilst achievement should be lauded, the route of a Kingswood education is in the development of character and wisdom. It is a real joy therefore to work in a school with a palpable sense of community and a hard-wired culture of kindness and compassion. Thank you to my colleagues who nurture this culture on a daily basis and who guide our charges in these ways.

Andrew Gordon-Brown
September 2023

Kingswood School

GOVERNORS, KEY MANAGEMENT PERSONNEL AND ADVISERS

Governors

On 24 August 2001, the Kingswood School Governors became a body corporate called Kingswood School Trustee Limited, company number 04253059. With effect from that date, the company called Kingswood School Trustee Limited became the governing body of the charity. The Board of Governors of Kingswood School are the directors of Kingswood School Trustee Limited. They have served in office throughout the year except where indicated.

Throughout the year, the primary activities of the Board of Governors were carried out through 4 Committees, plus the Governing Board. Committee membership is highlighted below.

		Liaison & Governance	Finance & Resources	Education & Pastoral	Development & Marketing
Mr P Baines			Member	Member	Member
Mrs H Bools BDS FDS M'Orth MSc	Vice-Chair of Govs from Aug 22	Member		Member	
Mrs Jessica Briggs BA	Appointed Jun 23			Member	
Mr I Falconer BSc		Member	Member		Chair
Ms J Fenn FCCT (Ex-Officio)	Appointed Aug 22				
Mr P Freeman CBE KC		Chair	Member		
Mrs E Bowers (nee Garner) BA CA CPFA			Member		
Mr M Gordon		Member	Chair		Member
Mr R Hill		Member	Member		
Mr G Hinchley			Member		
Mr D Humphreys (Ex-Officio)	Retired Jul 23				
Prof D Lane PhD CBE FEng FRSE				Member	Member
Mr D Lau					
Mr T Lindsay MA	Chair of Govs from Aug 22	Member	Member	Chair	Member
Dr C Millington				Member	
Mrs D Nancekievill MA BMus PGCE HonARAM		Member		Member	
Rev Dr J Pye (Ex Officio)					
Major General A Raper MA CB CBE (Retd)			Member		Member
Mr C Stafford BA	Retired Mar 23				
Mrs M Smith BSc			Member		Member
Mr A Tait BSc			Member		
Mr O Warmann BA(Hons) PGCert					

The directors of Kingswood School Trustee Limited for the purposes of this report and the financial statements will be referred to as 'Governors' of Kingswood School and are considered, together with those listed below, key personnel for the purposes of FRS102.

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GOVERNORS, KEY MANAGEMENT PERSONNEL AND ADVISERS

Key Management Personnel

Mr A S Gordon-Brown MSc	Headmaster of Kingswood School and Principal of Kingswood Foundation	
Mr G D Opie BEd	Senior Deputy Head of Kingswood School	Retired Aug 22
Mr A E Neale	Director of Finance & Operations and Clerk to the Governors	Appointed Sep 22
Mr M R Brearey BA	Headmaster Kingswood Prep School	
Mr J M Davies MA	Deputy Head (Academic) Kingswood School. Vice Principal of Kingswood School from Sept 22.	
Ms H Worrall MEd, BA	Senior Deputy Head of Kingswood Prep School	
Mrs K Wilkinson BA	Deputy Head (Academic) Kingswood Prep School	Left Aug 22
Rev K Thomas BTh MLitt	Chaplain	
Mrs K Dickinson PgDip HRM	Director of People & Culture	
Mr A T Francomb BSc	Director of Information Technology	
Mr G N Papenfus CFRE	Director of Development and Fundraising	
Mrs H C Drew BA	Director of Admissions, Marketing and Communication	
Dr R E McIlwaine PhD MSc	Deputy Head (Academic) Kingswood School	Appointed Sept 22
Mr J Matthews BA (Hons)	Deputy Head (Pastoral) Kingswood School	Appointed Sept 22
Mr J W Davies MA (Oxon) MEd	Senior Deputy Head & Vice-Principle of Foundation	Appointed Sept 22

Registered Address

Kingswood School
Lansdown Road
Bath
BA1 5RG

Advisors to the Foundation

Bankers

Barclays Bank Plc
4-5 Southgate Street
Bath
BA1 1AQ

Kingswood School

GOVERNORS, KEY MANAGEMENT PERSONNEL AND ADVISERS

National Westminster Bank
39 Milsom Street
Bath
BA1 1DS

Solicitors

Stone King LLP
13 Queen Square
Bath
BA1 2HJ

Auditor

Haysmacintyre LLP
10 Queen Street Place
London
EC4R 1AG

Insurance Agent

Hettle Andrews
2 Brunswick Square
Birmingham
B1 2LP

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GOVERNORS' REPORT

For the 13 month period ended 31 August 2023

The governors present their annual report together with the financial statements and auditor's report of the charity for the 13 months ended 31st August 2023. During the year, the School changed its financial year end date from 31st July to 31st August and therefore these accounts reflect a 13 month period. Unless specified the term 'School' refers to the Foundation (Senior and Prep School).

Governance, Structure and Management

Governing document

The unincorporated Charity, Kingswood School, was constituted under the provisions of the Methodist Independent Education Trust Deed 1903 and subsequent schemes of 19 August 1953 and 5 June 1974 as amended by the scheme sealed 27 March 1997 and 24 August 2001. It is a registered charity, number 309148.

On 24 August 2001, the Governors of the School became a body corporate called Kingswood School Trustee Limited, company number 04253059. With effect from that date, the company called Kingswood School Trustee Limited became the sole governing trustee of the charity.

In July 2019, the Articles of Association were amended (after agreement by the Methodist Conference) to permit an increase in the number of governors from 18 to 24.

Group framework

Kingswood School has three subsidiaries, Kingswood Enterprises Limited (Co. Reg. No. 0254544), Kingswood International Limited (Co. Reg. No. 10519713) and Ferens Posnett Limited (Co. Reg. No. 11376507) as well as a subordinate charity, Kingswood School Development Fund (Charity Reg. No. 310229). Kingswood Enterprises Limited is involved in commercial lettings, property management and the rental of minibus services for the benefit of the School. Kingswood International Limited is involved in delivering educational consultancy and curriculum materials overseas. Ferens Posnett Limited is a dormant company that is involved in providing financing services for School projects. The charity, Kingswood School Development Fund, is held in suspended animation; its main objects are to fundraise and apply the annual income of the charity for such charitable purposes as the Governors shall determine.

Organisational structure and decision-making

The School governors, as the body corporate of the Charity, have a legal responsibility for the overall management of the School and its strategic direction. Governors benefit from presentations by staff, charity, and education experts as well as meetings with staff, students and parents. As described earlier, governors execute their responsibility through the 4 main Committees of the Board. Each Committee and the main Board meet termly. All Committee Chairs are members of the Liaison & Governance Committee and all governors are invited to the annual Strategy planning day. There are also several staff-led sub-committees of which governors are members.

The Headmaster of Kingswood School and Principal of the Kingswood Foundation is responsible to the Chair of Governors for the management of the Foundation. He achieves this with the support of the Senior Deputy Head, Director of Finance & Operations, Headmaster of Kingswood Prep School and members of the Foundation Leadership Team (FLT) and additionally by the Senior Management Teams at KPS and the Senior School.

Recruitment and training of Governors

The appointment of governors is confirmed at meetings of the main Board on the recommendation of the Liaison & Governance Committee. Governance audits take place annually to ensure that a broad range of skills exist across Board members. New governors are selected to augment these skills and undergo an internal induction process, arranged by the Clerk to the Governors. Ongoing training is arranged through AGBIS and other bodies within the Independent Schools Council.

The Chair of Governors attends an annual meeting organised by the Methodist Independent Schools Trust (MIST). An annual "Away Day" is organised for Governors to meet collectively off site to discuss strategic plans, governance and education topics.

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The remuneration of the Headmaster and Principal of the Foundation is set by the Governors. Other key management personnel are remunerated with the objective of providing appropriate incentives to encourage enhanced performance and rewarding them fairly and responsibly for their individual contributions to the Foundation's success. AGBIS benchmark data is used to guide the remuneration of key management personnel.

Employment Policy and Equality Act

Being a committed equal opportunities employer, the School takes every possible step to ensure that employees are treated equally and fairly. The principle of equal opportunities, as defined by the Equality Act 2010, informs our employment policies and practice. The School ensures that consultation with employees or their representatives has continued at all levels with the aim of taking the views of employees into account when decisions are made that are likely to affect their interests.

Communication with employees continues through normal management channels in a variety of forms, including the Intranet, INSET and other extraordinary notices as required.

For the sixth year, the School reported its Gender Pay data and published the results on its website. The School re-emphasised its strategic commitment to reduce and to eventually eliminate the current gap and we are proactively working towards this.

Object, aims and objectives

Charitable object

As set out in the School's Articles of Association:

- The advancement of education and learning for children.

Aims, objectives and intended impact

Kingswood School aims to challenge its students to realise their academic potential; however, the School measures a child's worth by more than examination results. It seeks to establish the development of character, talent, responsibility and independence as the important foundation for adult life. It provides students with the opportunities to develop these qualities and, through a comprehensive pastoral structure, aims to give them the support they need as they mature. Kingswood aims to give children a sense of joy in their own achievement and that of others, balanced by a strong sense of humility, modesty and teamwork. It endeavours to foster a love of learning, the ability to reason and make considered judgments, the courage to question assumptions, a commitment to community, a willingness to lead and to serve, and an appreciation and understanding of others.

The beneficiaries include:

- young people whose education is funded through fee income, donations, bursaries and scholarships;
- the local community which benefits from appropriate access to the School's facilities;
- a number of charities based in the UK and worldwide for whom funds are raised at the School;
- the general public are the ultimate beneficiaries of the School's high-quality educational system and the social values that it generates.

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GOVERNORS' REPORT

For the 13 month period ended 31 August 2023

Achievements and Performance

The highlights of the School year appear in the Principal's foreword to this report and the governors are pleased with the excellent progress made by the Foundation Leadership Team in accordance with the Annual Development Plan.

Our track record of excellent public exam results attests to the importance that we attach to the academic achievement of our pupils, but our Kingswood mission and identity means that this must be part of the well-rounded development of each individual through a focus on nurturing their talents and guiding them towards a personally developed life philosophy underpinned by kindness and compassion. The Governors are delighted that Kingswood continues to produce significant success in boys' and girls' sports, drama, music, outdoor education (including Ten Tors, the Duke of Edinburgh award scheme) and the many other extra-curricular activities on offer.

Kingswood is a boarding and day school which provides education to girls and boys aged from 9 months to 18 years. The Garden now comprises of 100 children, with numbers in the Prep School at 327 and 859 in the Senior School during the year. Entry to the Senior School is predominantly in Year 7, with a smaller intake at Year 9 and into the Lower 6th Form. Approximately one quarter of senior students board and the majority of day pupils live within 45 minutes of the School. We are the largest independent school in Bath, having steadily grown our market share in recent years. We know that a key reason parents choose Kingswood for their children is because of our very strong focus on the importance of pastoral care as the cornerstone that underpins our broad and balanced educational offering.

The Governors and the Senior Management Team continue to balance fee affordability with the provision of high-quality education set against a backdrop of developing and maintaining existing infrastructure. They make use of regular survey data to deepen the School's understanding of its parent base and it continues to receive benchmark information from organisations such as the ISC, HMC, ISBA and Baines Cutler. The aim is to attract children from a diversity of backgrounds and to prepare students with the tools, skills, and personal qualities they need to lead meaningful lives in the workplace, in their communities and in their relationships with others.

Following the extensive investment made at the Prep School with modern, state-of-the-art facilities and a purpose-built nursery, we recently installed an all-weather play area, made possible on account of the generosity of our parent body.

We have invested in areas of the school estate to address essential building compliance and to further enhance social areas for our students and staff. These projects have included works in Beaconfield, a boarding house that has been out of action due to compliance issues; installation of a new Sixth Form social provision, called the Associate Café and an upgrade to staff facilities in the Posnett Staff Hub. We continue to upgrade and expand the facilities in our Dixon Sixth form centre with the creation of some additional study spaces for our growing sixth form cohort. We have worked over the year with a firm of architects to develop a site development plan to help us optimise the use of existing stock of buildings and to guide our future capital development priorities.

Our 275 fundraising campaign is now live with the aim of raising £2.75m in our 275th year, to support transformational bursaries into the sixth form, the refurbishment of the Dixon Centre into a space that will allow for expanded numbers and be a better pre-university, pre-employment preparation for our sixth formers, and Kingswood Cookery school for which planning application has been received. As at the end of August 2023 we had raised around £1.6m towards this total and will be prioritising further refurbishment work in the Dixon centre in the forthcoming year.

Financial Review and Yearly Results

A summary of the financial results for the 13-month period is set out in the consolidated statement of financial activities in the Financial Statements. The net movement in funds showed an overall decrease of £672,981 (2022: increase of £1,080,977) before an unrealised loss on investments of £11,113 (2022: £14,596).

- **Income.** The total fee income for the 13 months, after scholarships, bursaries and other remissions comprised £21,053,609 (2022: £19,982,966). Scholarships, bursaries, and remissions totalled £2,443,214 (2022: £2,148,256) of

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For the 13 month period ended 31 August 2023

which £6,372 (2022: £3,643) was funded by external grants. School fees rose by 5%. Ancillary income was £1,882,542 (2022: £1,473,204), which included donation income of £537,089 (2022: £398,161).

- **Expenditure.** Total expenditure was £23,609,132 (2022: £20,379,137), of which 67% is represented by Foundation staff costs.
- **Group assets.** The school's total net assets of £12,887,832 (2022: £13,571,926) at year-end included £1,167,474 (2022: £1,168,976) endowment funds, £2,740,062 (2022: £2,222,963) restricted funds and £8,980,296 (2022: £10,179,987) unrestricted funds. The net book value of fixed assets totalled £22,591,230 (2022: £21,731,534). Net current liabilities totalled £2,385,701 (2022: £1,631,035) and long-term liabilities £7,900,000 (2022: £6,952,449).
- **Loans.** The School entered into a new banking relationship in the year and now has one variable loan (previously had one fixed interest rate term loan and two variable loans) and a further unsecured Charity Commission-agreed loan from Endowment Funds to fund the development of the School's facilities of which the first repayment was made in the year. The fixed and variable loans are secured on specified tangible assets of the School. Repayment is proceeding on schedule. The movements in fixed assets during the period are set out in note 11 to the financial statements. The School spent £2,011,916 on capital expenditure during the period (2022: £1,181,726).

As an educational charity, the School has a tax exemption on its educational activities and its investment income.

- **Investment policy.** The long-term objective of the investment policy has been to at least maintain the value of the endowment funds (less the substantial withdrawal in June 2018) in real terms (i.e. to match inflation as measured by the Retail Price Index, the increase in salaries, and other relevant indicators) and to take all further gains as income. Investments are governed by the Trust Deed. The School at present invests funds through the Central Finance Board of the Methodist Church, which reports annually to the Methodist Independent Schools Trust that it has reviewed its policies and is making the best investment on behalf of all Methodist Schools. The investment portfolio follows ethical principles of investment. The investment performance in the period was down about 2.4%.
- **Reserves policy.** The Foundation's reserves policy is to maintain sufficient unrestricted income reserves to enable it to meet its short-term financial obligations in the event of an unexpected revenue shortfall. Like many schools, the School ends the year with a net current liabilities figure. At year end the School has access to an available overdraft facility of £1m. The governors are satisfied that the School has sufficient financing available to meet its working capital and investment requirements. The Financial Statements show the assets and liabilities attributable to the various funds by type and summarises the year's movements in each fund. In common with most schools, the Charity operates with negative 'free reserves', but the Governors are satisfied that external finance would provide an additional 'safety net' if it should be required. The Governors are satisfied that the current level of reserves are in line with policy, but wish to emphasise that a contingency or reserve fund is something being actively considered in the Forward Plan.

Strategic Risk Management

The Board of Governors is responsible for putting in place strategies to mitigate major risks to the Foundation. The Board formally reviews the Risk Register annually and governors are represented on the termly meetings of committees and take ownership of their relevant sections of the register. Each Committee identifies, assesses, and considers mitigation and control mechanisms. The significant risks, as identified by the committee and endorsed by the Board, comprise:

- **Safeguarding.** Ensuring that appropriate identification, control and reporting mechanisms are in place to ensure that children are kept safe. The reputational damage of a failure in safeguarding would severely impact the Foundation; for this reason it is the highest placed risk. The school has a robust DSL structure across both the Prep and Senior schools.
- **Financial.** Retaining pupil numbers (boarders and day students) to ensure that a predictable and stable financial plan can be constructed. A significant drop in pupils would severely impact the financial health of the Foundation. In addition, potential threats to income and expenditure in the independent sector are modelled by the Strategic Planning

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Committee. Whilst numbers are looking very positive; on the political horizon, the financial sustainability of independent schools remains in the balance, should there be a change of Government to one which does not support the ethos of private education. However, we remain positive in both our current admissions forecasts and with a new Director of Finance and Operations in post, we will remain focussed on financial efficiencies, regardless of what the political outcome may be.

- **Estate.** Understanding the condition and maintaining existing infrastructure whilst creating an emergency contingency fund to cater for unexpected building failures across the estate remains a priority. The 2020 Condition Survey has produced a rich set of data for consideration at the Finance & Estates and at the main Board Committee and continues to be used to inform current spend. Compliance issues remain a challenging area, especially concerning asbestos, legionella and Radon gas. The Risk Management Committee regularly receive reports and take action where necessary.
- **Reputational.** The continued success of the School is dependent on continuing to attract applicants in sufficient numbers by maintaining the highest educational and pastoral standards. To mitigate this risk, the Foundation ensures pupils' success, achievements and welfare are closely monitored and reviewed. This has been exceptionally difficult during the pandemic and innovative means have been sought to mitigate risks to the School's reputation. The Black Lives Matter and Everyone's Invited movements have focussed attention on the School's Diversity and Inclusion policy; this has led to the appointment of a new post, the Foundation Diversity and Inclusion Champion.

The Governors are of the opinion that appropriate measures have been put in place to mitigate significant risks. Sub-committees, strategic planning, budgeting, levels of authorisation, written policies and audits contribute to addressing risk factors; however, it is recognised that an absolute assurance cannot be provided.

Future Plans

The Board continues to map out the strategic direction for the Foundation as laid out in the Foundation Strategic Plan 2022-2027. The Annual Development Plan 2022/23 details the actions that were our agreed focus for the year, and against which our progress has been very good.

Our plan is centred around four strategic priorities: Care for Each Individual, Educate for Life, Serve the Community and Live Sustainably. With our pupils at the heart of everything we do, these core priorities are our focus as we pursue the goal of excellence in all areas of school life as one Kingswood Foundation. The plan is dynamic and subject to ongoing review and updating in the light of changing circumstances both within the school and in external factors which impact on the school. The political headwinds facing the independent schools' sector are a source of concern and we are engaged in a range of scenario planning about how we might mitigate the consequences of possible changes to the current tax arrangements of educational charities.

It is important to continue to build on the academic and co-curricular success of the School, whilst seeking to broaden recruitment (sometimes with fee assistance) from a wide-range of family backgrounds. The Foundation is enriched by overseas students and this, together with a vibrant Sixth Form, is another major area of development. The Foundation must maintain the very healthy numbers of students in the Prep and Senior School, with targets set for our integrated marketing and admissions team.

The Board has emphasised the importance of reaching out to its alumni, parent body and other parties to pursue common goals of friendship, mutual cooperation and the development of various projects. To this end, the Kingswood Community network has been established. Board members frequently attend seminars on a wide range of independent school topics as organised by AGBIS, ISBA and other bodies of ISC. The Chairman, Principal, Director of Finance and Operations and other key management personnel attend a range of events hosted by the Methodist Schools Independent Trust (MIST).

The Board also embraces, celebrates and wishes to deepen the understanding of the School's 275 year heritage of Methodist education.

More specifically, the Board is committed to a number of future plans:

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- To maintain a healthy number of students, circa 1300, across the Foundation, enabling them (alongside all members of staff) to thrive and to fulfil their potential.
- To continue to refine the academic offering through the delivery of regular education reviews.
- To consolidate our strong position now that the number of primary (Prep) and nursery children has reached full complement.
- To maintain the achievement of a modest annual recurring financial surplus and cash reserve in order to support continued investment in fee-assistance (particularly transformational bursaries) and facilities.
- To develop and review the Foundation Strategic Plan and the linked 5 year business plan.
- To model the financial impact of less favourable political, economic and charity strategies.
- Where appropriate, to develop partnerships overseas.
- To develop and deliver the Estates Master Plan, specially to address key compliance issues, along with remodelling teaching and learning/boarding/ social spaces to allow for current and future capacity.

Public Benefit and Community Engagement

The Board recognises fully its obligations under section 17 of the Charities Act 2011 to operate a considerable benefit to the public. The Board has made significant provision to broaden the access to a Kingswood education.

Fee Assistance – broadening access to education

An extensive bursary and scholarship programme enables students from a wide range of backgrounds within our local community to benefit from the opportunities which a Kingswood education provides. The Foundation supports 431 pupils with financial assistance in the form of bursaries, scholarships, MOD/FCDO and staff discount schemes. The award of financial assistance is means-tested on an annual basis, ranging from 5% to +100% (which include support for travel to school, educational trips and uniform).

The third year of a partnership with Quadstar saw a total of three students supported on a transformational boarding bursary, funding academic and boarding fees and additional support for academic enrichment and equipment. To widen access yet further, the School highlights potential sources of external funding where appropriate and partners with Springboard to identify those students who may benefit greatly from a Kingswood experience, with two current Springboard students. Where there is a sudden change in family circumstances, the School will consider financial assistance to allow a pupil to reach the next natural break in their education. In addition, the school is currently supporting two children whose education has been interrupted by conflict in Ukraine and Afghanistan, and has partnered with charities in each country to identify these children.

The School believes that nurturing talent is important and therefore a number of academic, sporting, musical and dramatic scholarships are awarded. These range from 10% to 15%, with 200 children from a broad range of backgrounds benefitting.

We also provide tangible support to the Armed Forces by offering fee concessions of up to 20% of the basic boarding fees to members of Her Majesty's Armed Forces; this is currently utilised by 58 boarders.

As part of the 275th Anniversary celebrations, the 275 Campaign is raising funds for further Transformational bursaries, either through single donations or through the expansion of the Ten for One scheme (whereby ten donors partner to support a student).

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Partnering with the maintained sector

The Board strongly believes that the School must continue to forge links with local maintained schools. To meet this aim, the Headmaster has appointed a member of staff with the specific responsibility for community outreach. The activities that the School now undertakes builds on the sound foundation established over the last decade.

The staff provide specialist classes and coaching in science, technology, and mathematics for local schools. They also serve on specialist academic and technical bodies, speak at conferences, design frameworks for development programmes for teachers and serve as teacher mentors. The School hosts external training providers and offers places to colleagues from partner schools at subsidised rates or free of charge.

The School has developed some long-established partnership projects as well as always seeking new opportunities to work with schools in the maintained sector, particularly locally. Examples of such activity include:

- Promoting peer-mentoring across the city of Bath by working with Mentoring Plus to train Year 12 students at Kingswood to become peer mentors. 25 students were trained at the School's expense and worked with Year 5/6 pupils in three local primary schools: St Andrew's, St Stephen's and Abbot Alphege.
- Paying for 8 Year 12 students from Oldfield School to receive training from Mentoring Plus to become mentors within their own setting.
- Inviting students from local secondary schools to attend events designed to support applications to read Medicine and Dentistry.
- Inviting students from local secondary schools to attend events to support applications to Oxford and Cambridge universities.
- Kingswood staff gave mock university interviews to 7 students from local schools.
- Welcoming over 90 pupils from two maintained schools to two author talks free of charge. Kingswood also provided 50% of the transport to one of the events.
- Offering heavily discounted places on Youth Mental Health First Aid Course to 3 colleagues from local maintained schools.
- Offering a local maintained school, Oldfield, a free subscription to 'Teen Tips'.
- Hosting 'The Safe Cup' – a football tournament for Years 7-9 girls in conjunction with Avon and Somerset Police to raise awareness of gender inequality and hate crime. A number of local maintained schools participated.

Sharing of School facilities

One of the highlights of the academic year is the hosting of the Model United Nations Conference. Schools nation-wide, independent and maintained, are welcomed to Kingswood for a series of lively and topical debates. This year, the 33rd, involved over 300 students from 25 schools representing 66 UN member states gathered for 2 days of debate on issues facing the global community.

The School hosts sessions for 6th form pupils from local state schools who are planning to apply for Medicine. They take part in interview practice and have the opportunity to meet medical professionals who share their knowledge and expertise with the students.

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For the 13 month period ended 31 August 2023

We also host a number of music events and workshops that the public can attend and to which local schools are invited.

The School sponsors part of the Bath Literary Festival, welcoming authors to the School, as well as the annual Bath Music Festival, with a live performance held for the public in central Bath. The Preparatory School is a sponsor of the Wild Westonbirt Festival at Westonbirt Arboretum.

The School is extremely proud to open its doors on Christmas Day to over 300 members of the public who live alone who are served a festive lunch by a local charity. This is now the 15th year of our 'Open Christmas'.

The Board also wish to extend the use of the School's sports and recreation facilities across the local community providing either free or subsidised hire. Extensive use is made of the School's facilities throughout the year by local groups and organisations, coordinated through the widespread activities of the Commercial Manager. Examples in recent years include:

- Larkhall Youth Football club using the Upper playing fields, both Astroturf and the sports hall once a week.
- Abbot Alphege and Weston All Saints Primary make extensive use of the swimming pool.
- Bath Breast Cancer Group use the Swimming pool on a minimal donation for each session once a week.
- Various other Bath sporting clubs use our sports facilities for regular or one-off training, tournaments and events.
- Allowing the public in north Lansdown to ramble across the Upper during Lockdown for exercise.
- Julian House uses the pavilion as one of their checkpoints twice a year for their charity walks where we also provide complimentary tea and coffee for the walkers.
- Open Christmas use the Dining Hall each year on Christmas Day to provide a Christmas lunch to those less fortunate.
- Bath Canoe club use the pool once a week at no charge, in exchange for the school having use of their canoes.
- Hayesfield Girls School have used our swimming pool for training sessions
- Sovereign Tourism given reduced charity rate for use of the theatre in April 2023
- Spotters hockey camps had free use of the pavilion whilst running training camps at the upper Astro.

Further examples of public benefit can be found at www.kingswood.bath.sch.uk/about-us/community-engagement.

Fundraising and other forms of charitable support

Charity fundraising is an integral part of the culture and life of the School, either through the efforts of individual students or as part of the School's overall charity initiatives. At a more general level, staff and students regularly raise funds through various personal and group initiatives in aid of a range of local, national, and international charities. We believe that this focus on charity and community work not only benefits others but also develops a sense of social responsibility among the pupils which brings long-term benefits. In keeping with our commitment to a holistic education and our outward-looking approach, we seek to engage in a wide range of activities within our local community which we hope will be of significant benefit to all those involved. We estimate that in excess of £30,000 is raised by the Foundation in support of charities in a normal year.

In the past 13 months, notable charitable projects include:

- The Malawi Charities project is a long-established fundraising initiative. In addition to longstanding relationships with two Schools and a health clinic, we have extended our partnership to Eagles Charity (promoted by the Methodist charity All We Can) and MBora a digital community project founded by an Old Kingswoodian. This year Kingswood has continued to support these charities in Malawi, through initiatives such as the 'Malawi Market'; Year 10 and 11 Balls; A Year 9 Charity games night; an external Bridge Day; and the Malawi Jumble sale.
- Julian House and Genesis Trust are two prominent local charities where the School raises significant funds through sponsored activities and other events. We also advertise their work and events in our School newsletter.
- Kingswood has had regular collections for the Bath Foodbank in recent years and the School continued to support this throughout 2022-3. The school published links to alternative ways of donating, lists of items which are currently in short supply, and reminders to consider the Foodbank when parents and pupils were doing their shopping. This year there was a special Easter Egg appeal which was well responded to. Children's books have also been collected during the Autumn half term for families using the Food Bank

Kingswood School

GOVERNORS' REPORT

For the 13 month period ended 31 August 2023

- Disaster Emergency Committee – through Mufti Days, an austerity lunch and Service collections, we raised money for the Disaster Emergency Committee appeals for Turkey, Syria and the Ukraine.

Tutor groups and Houses fundraised for the following local, national and international organisations during the year:

- Life Project, Bath; STEP UK; ALK Positive; Movember Men's Mental Health; Rainbow Migration; the Environmental Justice Foundation; Restart Africa; Save the Children; Young Lives v Cancer; Cancer Research UK; African Promise; Mind; Generators for Ukraine; Greenpeace; Alzheimer's Society; FIGO; Rainbow Laces; a house project in Mexico; the British Red Cross; Masiphumelele Rugby Club; Bath Theatre's Wonderegg charity; Action for Children; Crisis; MND; Bath cats and dogs home; the Royal British Legion Poppy Appeal

Students also supported charities by means other than fundraising:

- Students wrote Christmas Cards for a BANES Bath project for those who wouldn't otherwise receive them.
- Care packages were put together for the Homeless
- Tutor groups took turn to host afternoon teas for local residents living alone
- Year 9 had a Food Poverty Awareness Day as part of the Methodist Global Student Challenge led by Garrod Musto.

It should be noted that the School only fundraises from known supporters and does not appeal to the general public. Staff involved with fundraising follow best practice guidance and do not engage with third party fundraisers. No complaints were received in the year relating to fundraising.

Statement of Governors' Responsibilities

The Governors are responsible for preparing the Governors' Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England and Wales requires the Governors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the School and group and of the incoming resources and application of resources of the School and group for that period. In preparing these financial statements, the Governors are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgments and estimates that are reasonable and prudent;
- state whether applicable 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 School will continue in business.

The Governors are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the School and group and enable them to ensure that the financial statements comply with the Charities Act 2011. They are also responsible for safeguarding the assets of the School and group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

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

Kingswood School

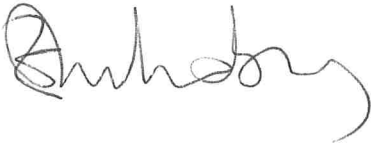
GOVERNORS' REPORT

For the 13 month period ended 31 August 2023

12.01.24

Approved by the Board of Governors on and signed on its behalf by:

Mr T Lindsay
Chair of Governors, on behalf of Kingswood School Trustee Limited



Kingswood School

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF KINGSWOOD SCHOOL

For the 13 month period ended 31 August 2023

Opinion

We have audited the financial statements of Kingswood School for the 13 months ended 31 August 2023 which comprise the Consolidated Statement of Financial Activities, the Consolidated and School Balance Sheets, the Consolidated Statement of Cash Flows and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the group's and of the parent charity's affairs as at 31 August 2023 and of the group's net movement in funds for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

Basis for opinion

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

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

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

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

Other information

The trustees are responsible for the other information. The other information comprises the information included in the Governors' Report and Headmaster's Report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

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.

Matters on which we are required to report by exception

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

- adequate accounting records have not been kept by the parent charity; or
- sufficient accounting records have not been kept; or
- the parent charity financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

Kingswood School

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF KINGSWOOD SCHOOL

For the 13 month period ended 31 August 2023

Responsibilities of trustees for the financial statements

As explained more fully in the trustees' responsibilities statement set out on page 16 the trustees 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 group's and the parent charity'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 group or the parent charity 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.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

Based on our understanding of the group and the environment in which it operates, we identified that the principal risks of non-compliance with laws and regulations related to the independent school regulations, safeguarding regulations, health and safety requirements, GDPR, employment law and charity law and we considered the extent to which non-compliance might have a material effect on the financial statements. We also considered those laws and regulations that have a direct impact on the preparation of the financial statements such as the Charities Act 2011 and the Charities SORP and consider other factors such as payroll tax.

We evaluated management's incentives and opportunities for fraudulent manipulation of the financial statements (including the risk of override of controls), and determined that the principal risks were related to the improper recognition of revenue and management bias in accounting estimates. Audit procedures performed by the engagement team included:

- Inspecting correspondence with regulators and tax authorities;
- Discussions with management including consideration of known or suspected instances of non-compliance with laws and regulation and fraud;
- Evaluating management's controls designed to prevent and detect irregularities;
- Identifying and testing journals, in particular journal entries posted at the year end; and
- Challenging assumptions and judgements made by management in their critical accounting estimates.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

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. This description forms part of our auditor's report.

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with section 144 of the Charities Act 2011 and regulations made under section 154 of that Act. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an Auditor's report and for no other purpose. To the fullest extent

Kingswood School

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF KINGSWOOD SCHOOL

For the 13 month period ended 31 August 2023

permitted by law, we do not accept or assume responsibility to anyone other than the charity's trustees as a body for our audit work, for this report, or for the opinions we have formed.

Haysmacintyre LLP

Haysmacintyre LLP
Statutory Auditors

10 Queen Street Place
London
EC4R 1AG

Date: 18 January 2024

Haysmacintyre LLP is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006

Kingswood School

CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES

For the 13 month period ended 31 August 2023

	Note	Unrestricted funds Period ended 31 August 2023 £	Restricted funds Period ended 31 August 2023 £	Endowed funds Period ended 31 August 2023 £	Total funds Period ended 31 August 2023 £	Total funds 2022 £
Income and endowments from:						
Charitable activities:						
School fees	3	21,059,981	(6,372)	-	21,053,609	19,982,966
Ancillary trading income	5	851,640	-	-	851,640	813,992
		<u>21,911,621</u>	<u>(6,372)</u>	<u>-</u>	<u>21,905,249</u>	<u>20,796,958</u>
Other trading activities:						
Fundraising trading		182,483	-	-	182,483	221,009
Other trading income	5	309,618	-	-	309,618	39,866
Investment income		1,712	-	-	1,712	176
Donations and grants	6	1,386	535,703	-	537,089	398,161
Other Income	10	-	-	-	-	3,944
Total income		<u>22,406,820</u>	<u>529,331</u>	<u>-</u>	<u>22,936,151</u>	<u>21,460,114</u>
Expenditure:						
Raising funds:						
Fundraising trading	8	515,094	-	-	515,094	239,038
Financing costs	8	575,285	-	-	575,285	306,780
		<u>1,090,379</u>	<u>-</u>	<u>-</u>	<u>1,090,379</u>	<u>545,818</u>
Charitable activities:						
Education and grant making	8	22,517,153	1,600	-	22,518,753	19,833,319
Total expenditure		<u>23,607,532</u>	<u>1,600</u>	<u>-</u>	<u>23,609,132</u>	<u>20,379,137</u>
Net (expenditure) / income before investment gains/(losses)		<u>(1,200,712)</u>	<u>527,731</u>	<u>-</u>	<u>(672,981)</u>	<u>1,080,977</u>
Gains / (Losses) on investments	12	1,021	(10,632)	(1,502)	(11,113)	(14,596)
Net (expenditure) / income		<u>(1,199,691)</u>	<u>517,099</u>	<u>(1,502)</u>	<u>(684,094)</u>	<u>1,066,381</u>
Net movement in funds		<u>(1,199,691)</u>	<u>517,099</u>	<u>(1,502)</u>	<u>(684,094)</u>	<u>1,066,381</u>
Fund balances brought forward	24	10,179,987	2,222,963	1,168,976	13,571,926	12,505,545
Fund balances carried forward		<u>8,980,296</u>	<u>2,740,062</u>	<u>1,167,474</u>	<u>12,887,832</u>	<u>13,571,926</u>

Note 24 comprises the consolidated SOFA for 2022.

Kingswood School

CONSOLIDATED AND SCHOOL BALANCE SHEETS

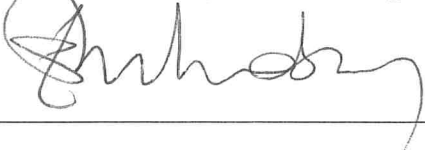
as at 31 August 2023

	Notes	Consolidated		School	
		As at 31 August 2023 £	As at 31 July 2022 £	As at 31 August 2023 £	As at 31 July 2022 £
Fixed assets					
Intangible assets	11b	85,879	17,404	85,879	17,404
Tangible assets	11a	22,591,230	21,731,534	22,558,659	21,712,578
Investment assets	12	496,424	406,472	498,424	408,472
		<u>23,173,533</u>	<u>22,155,410</u>	<u>23,142,962</u>	<u>22,138,454</u>
Current assets					
Stock		1,582	2,253	-	-
Debtors	13	5,846,050	511,139	5,977,146	617,160
Cash at bank and in hand		1,807,393	882,517	1,765,643	817,821
		<u>7,655,025</u>	<u>1,395,909</u>	<u>7,742,789</u>	<u>1,434,981</u>
Creditors: amounts falling due within one year	14	(10,040,726)	(3,026,944)	(10,092,859)	(3,051,971)
Net current liabilities		<u>(2,385,701)</u>	<u>(1,631,035)</u>	<u>(2,350,070)</u>	<u>(1,616,990)</u>
Total assets less current liabilities		<u>20,787,832</u>	<u>20,524,375</u>	<u>20,792,892</u>	<u>20,521,464</u>
Creditors: amounts falling due after more than one year:					
Bank loan	15	(7,900,000)	(6,952,449)	(7,900,000)	(6,952,449)
Net assets		<u>12,887,832</u>	<u>13,571,926</u>	<u>12,892,892</u>	<u>13,569,015</u>
Financed by:					
Endowed funds	18a	1,167,474	1,168,976	1,167,474	1,168,976
Restricted funds	18b	2,740,062	2,222,963	2,740,062	2,222,963
Unrestricted funds	18c	8,980,296	10,179,987	8,985,356	10,177,076
Total funds	17	<u>12,887,832</u>	<u>13,571,926</u>	<u>12,892,892</u>	<u>13,569,015</u>

The notes on pages 23 to 44 form an integral part of these Financial Statements.

Approved and authorised by the Governing Body on 12.08.23 and signed on its behalf by:

Mr T Lindsay
Chair of Governors, on behalf of Kingswood School Trustee Limited



Kingswood School

CONSOLIDATED STATEMENT OF CASH FLOWS for the 13 month period ended 31 August 2023

	Notes	Period ended 31 August 2023 £	2022 £
Cash flow from operating activities:			
Cash generated by operations	23	3,344,254	2,501,871
Interest paid		<u>(575,284)</u>	<u>(306,780)</u>
Net cash from operating activities		2,768,970	2,195,091
Cash flows from investing activities:			
Dividends, interest and rents from investments		150	46
Purchase of intangible assets		(121,925)	(26,105)
Purchase of tangible assets		(2,011,916)	(1,181,726)
Investment gains/losses		(11,113)	(14,596)
Net cash used by investing activities		(2,144,804)	(1,222,381)
Cash flows from financing activities:			
Repayments of loans		(7,499,790)	(362,673)
Repayment of endowment loan		(99,500)	-
Cash inflows from new loans		<u>7,900,000</u>	<u>-</u>
Net cash used by financing activities		300,710	(362,673)
Movement in cash		924,876	610,037
Cash and cash equivalents at the beginning of the reporting period		882,517	272,480
Cash and cash equivalents at the end of the reporting period		1,807,393	882,517
Analysis of cash and cash equivalents:			
Cash at bank and in hand		1,807,393	882,517

Charity law requires separate administration of the cash flows of endowed and other restricted funds of the School. This constraint does not adversely affect group cash flows as stated above.

The notes on pages 23 to 44 form part of these Financial Statements.

Kingswood School

NOTES TO THE FINANCIAL STATEMENTS

for the 13 month period ended 31 August 2023

1 ACCOUNTING POLICIES

Charity information

Kingswood School is a registered charity in England and Wales. The registered office is Kingswood School, Lansdown Road, Bath, BA1 5RG. Kingswood School meets the definition of a public benefit entity under section 34 of FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value, unless otherwise stated in the relevant accounting policy.

The principal objectives of the charity are detailed in the Governors' report found on page 7 of these financial statements.

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

Basis of preparation

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 October 2019) – (Charities SORP (FRS 102)) and the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102). The accounting policies disclosed have been applied consistently throughout the current and preceding year.

The financial statements have been prepared to give a 'true and fair' view and have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a 'true and fair view'. This departure has involved following Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) issued on 16 July 2014 rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

Reduced disclosures

FRS 102 allows qualifying entities certain disclosure exemptions. The school has only taken advantage of the exemptions for the following disclosure requirements:

- Section 1.12(b) "Statement of Cash Flows" – Presentation of an entity only Statement of Cash Flow and related notes and disclosures.

Going concern

At the balance sheet date the group had net current liabilities of £2,385,701 (2022 net current liabilities £1,631,035) and therefore the Governors have considered whether it is appropriate to prepare financial statements on the going concern basis.

These financial statements have been prepared on a going concern basis, which the Governors consider to be appropriate based on the results for the 13 months ending 31 August 2023 and cash flow projections prepared for the period 31 August 2024 and beyond.

The cash flow projections indicate that the Group will be able to meet its liabilities as they fall due and together with current arrangements with the School's bankers indicate that the School will be able to operate within the facilities currently available. Furthermore, the School's bankers are satisfied that the School will meet its bank covenants going forward based on current forecasts.

The Trustees have no reason to believe that the current overdraft facility will not be continued. This facility was agreed with the School's bank which is aware that the termly fee income receipts lead to significant fluctuations in cash requirements and the flexibility of the overdraft represents cost effective borrowing.

The Trustees have identified no material uncertainties and for these reasons they have concluded that it is appropriate to use the going concern basis in the preparation of these accounts.

Kingswood School

NOTES TO THE FINANCIAL STATEMENTS

for the 13 month period ended 31 August 2023

Basis of consolidation

The consolidated statement of financial activities, balance sheet and statement of cash flows include the financial statements of Kingswood School, its subsidiaries, Kingswood Enterprises Limited (Co. Reg. No. 0254544) and Kingswood International Limited (Co. Reg. No. 10519713) as well as its subordinate charity, Kingswood School Development Fund (Charity Reg No. 310229) made up to 31 August 2023. Kingswood Enterprises Limited is involved in commercial lettings, property management and the rental of minibus services for the benefit of the School. Kingswood International Limited is involved in promoting the Kingswood School way of education to overseas partners and developing education opportunities to overseas markets. Kingswood School Development Fund's main objects are to fundraise and apply the annual income of the charity for such charitable purposes as the Governors shall determine. The results of the subsidiaries are consolidated on a line-by-line basis, with all inter group sales and profit eliminated fully on consolidation.

Fees and similar income

Fees receivable, 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 and other remissions granted by the School, but include contributions received from restricted funds for scholarships, bursaries and other grants. Fees received for education to be provided in future years are carried forward as deferred income in the balance sheet.

Donations and legacies

Donations receivable for the general purposes of the School are credited to "other unrestricted funds", to distinguish them from direct School income. Donations for purposes restricted by the wishes of the donor are taken to "restricted funds" where these wishes are legally binding on the Governors. Donations required to be retained as capital in accordance with the donor's wishes are accounted for as "endowments"; permanent or expendable according to the nature of the restriction. Legacies are recognised where there is entitlement, receipt is probable and the amount can be measured with sufficient reliability.

Expenditure

Expenditure is accounted for on an accruals basis. The allocation of expenditure between direct charitable and costs of raising funds is a subjective split based upon the Bursar's best estimate of the resources input to these different parts of the School's operations in the year. The irrecoverable element of VAT is included with the item of expense to which it relates.

Governance costs comprise the costs of running the charity, including strategic planning for its future development, also external audit, any legal advice for the Governors and all costs of complying with constitutional and statutory requirements, such as the costs of Board and Committee meetings and of preparing statutory Financial Statements and satisfying public accountability.

Employee Benefits

The School contributes to the Teachers' Pension Defined Benefits Scheme at rates set by the Scheme Actuary and advised to the Board by the Scheme Administrator. The scheme is a multi-employer pension scheme and it is not possible to identify the assets and liabilities of the scheme which are attributable to the School. In accordance with FRS 102 section 28 therefore, the scheme is accounted for as a defined contribution scheme.

The School also contributes to individual personal pension schemes for non-teaching staff, at 5% of annual basic pay, which is treated as a defined contribution scheme. The costs of contributions to these funds are charged to the revenue account in the accounting period for which they are payable.

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

Fixed assets

Expenditure on fixed assets is capitalised except for expenditure incurred on the replacement of assets of low value with a short life. Repair, renovation and replacement expenditure is written off as expenditure in the statement of financial activities. Normally items costing less than £1,000 are written off as an expense as acquired.

Kingswood School

NOTES TO THE FINANCIAL STATEMENTS

for the 13 month period ended 31 August 2023

The School's land and buildings are owned by The Methodist Independent Schools Trust, but are included in these Financial Statements as substantially all of the risks and rewards of ownership are with the School. Land is not depreciated. Buildings are depreciated at rates calculated to write off the cost less their estimated useful residual values on a straight line basis over the expected useful economic life of each building. The range of annual rates used for this purpose is between 20 and 50 years.

Depreciation is provided against all other assets, on a straight line basis at rates calculated to write them off over their useful life using the following rates:

Furniture and plant	10 - 50%
Motor vehicles	20%
IT Equipment	33.3%

Assets under the course of construction are not depreciated until they are brought into use.

Intangible fixed assets

Intangible assets are recognised at cost and are subsequently measured at cost less accumulated amortisation and accumulated impairment losses. Amortisation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Software (straight line)	33.3%
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Impairment of fixed assets

At each reporting end date, the charity reviews the carrying amounts of its tangible and intangible 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). Where it is not possible to estimate the recoverable amount of an individual asset, the charity estimates the recoverable amount of the cash-generating unit to which the asset belongs.

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 (or cash-generating unit) is estimated to be less than its carrying amount, the carrying amount of the asset (or cash-generating unit) is reduced to its recoverable amount.

An impairment loss is recognised immediately in the statement of financial activities. 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 (or cash-generating unit) 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 (or cash-generating unit) in prior years. A reversal of an impairment loss is recognised immediately in the statement of financial activities.

Investments and investment income

Investment income is accounted for on a receivable basis and comprises dividend income and interest. In accordance with the SORP, investments are shown in the balance sheet at their market value.

Gains and losses on investment assets

Changes in the valuation of investments during the year are shown as gains or losses. Gains and losses arising from the disposal of assets are the difference between the sale proceeds and the market value at the beginning of the year.

Stocks

Stocks are valued at the lower of cost and net realisable value after due allowance for obsolete and slow moving stocks.

Kingswood School

NOTES TO THE FINANCIAL STATEMENTS

for the 13 month period ended 31 August 2023

Financial instruments

The charity 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 when the charity 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 trade and other receivables 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 financial asset is measured at the present value of the future receipts discounted at a market rate of interest.

Impairment of financial assets

Financial assets, other than those held at fair value through profit or loss, are assessed for indicators of impairment at each reporting end date.

Financial assets are impaired where there is objective evidence that, as a result of one or more events that occurred after the initial recognition of the financial asset, the estimated future cash flows have been affected. If an asset is impaired, the impairment loss is the difference between the carrying amount and the present value of the estimated cash flows discounted at the asset's original effective interest rate. The impairment loss is recognised in profit or loss.

If there is a decrease in the impairment loss arising from an event occurring after the impairment was recognised, the impairment is reversed. The reversal is such that the current carrying amount does not exceed what the carrying amount would have been, had the impairment not previously been recognised. The impairment reversal is recognised in profit or loss.

Derecognition of financial assets

Financial assets are derecognised only when the contractual rights to the cash flows from the asset expire or are settled, or when the Group transfers the financial asset and substantially all the risks and rewards of ownership to another entity, or if some significant risks and rewards of ownership are retained but control of the asset has transferred to another party that is able to sell the asset in its entirety to an unrelated third party.

Classification of financial liabilities

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

Basic financial liabilities

Basic financial liabilities, including trade and other payables, bank loans, and advance fee payments, 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. Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Derecognition of financial liabilities

Financial liabilities are derecognised when, and only when, the charity's contractual obligations are discharged, cancelled, or they expire.

Kingswood School

NOTES TO THE FINANCIAL STATEMENTS

for the 13 month period ended 31 August 2023

Equity instruments

Financial instruments classified as equity instruments are recorded at the fair value of the cash or other resources received or receivable, net of direct costs of issuing the equity instruments. They are subsequently measured at fair value using observable market inputs and outputs.

Permanent endowment funds

The School holds investments donated under permanent endowment. Income arising on the Permanent Endowment Fund investments is treated as restricted income of the School.

Restricted funds

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.

Unrestricted funds

The General Funds comprise the accumulated surplus. As such the Governors consider these funds to be Unrestricted Funds within the definitions contained in the Charities Acts in that they are funds over which they have complete discretion as to their use.

2 CRITICAL ACCOUNTING JUDGEMENTS AND ESTIMATES

In the application of the charity'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, for example the useful economic life of fixed assets. 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 revision and future periods where the revision affects both current and future periods.

3 SCHOOL FEES

	Period ended 31 August 2023	2022
	£	£
The School's unrestricted fee income comprised:		
Gross fees	23,490,451	22,127,579
Less: Total bursaries, grants and allowances	(2,443,214)	(2,148,256)
	<u>21,047,237</u>	<u>19,979,323</u>
Add back: Scholarships, Grants etc. paid for by restricted funds	6,372	3,643
	<u>21,053,609</u>	<u>19,982,966</u>

Kingswood School

NOTES TO THE FINANCIAL STATEMENTS

for the 13 month period ended 31 August 2023

4 INCOME FROM SUBSIDIARY'S TRADING ACTIVITIES

- (a) The School owns 100% of the 1,000 £1 ordinary share capital of Kingswood Enterprises Limited (Co. Reg No 02545442), which provides minibus services to the School and obtains commercial lettings.

Its trading results for the 13 months, as extracted from the audited Financial Statements, are summarised below:

	Period ended 31 August 2023	2022
	£	£
Turnover	265,107	299,888
Cost of sales	(158,334)	(191,644)
Gross profit	106,773	108,244
Administration	(23,511)	(16,540)
Operating profit	83,262	91,704
Donation to the School	(89,678)	(56,542)
Retained profit/(loss)	(6,416)	35,162

The net assets of Kingswood Enterprises Limited at year-end were £29,688 (2022: £49,718). Gross assets at year-end were £166,031 (2022: £175,623). Gross liabilities were £136,343 (2022: £125,905). During the 13 months £89,678 (2022: £56,542) has been accrued for gift-aid relating to the financial year 22-23. The gift-aid donation in the year was greater than the profit due to using up reserves built up in previous years.

- (b) The School owns 100% of the 1,000 £1 ordinary share capital of Kingswood International Limited (Co. Reg No 10519713), which promotes the Kingswood School way of education to overseas partners and developing education opportunities to overseas markets.

Its trading results for the 13 months, as extracted from the Financial Statements, are summarised below:

	Period ended 31 August 2023	2022
	£	£
Turnover	-	-
Cost of sales	(37)	(33)
Gross profit	(37)	(33)
Administration	(1,518)	(2,256)
Operating loss	(1,555)	(2,289)
Donation to the School	-	-
Retained profit/(loss)	(1,555)	(2,289)

The net liabilities of Kingswood International Limited at year-end were £65,318 (2022: £63,763). Gross assets at year-end were £2 (2022: £29). Gross liabilities were £65,320 (2022: £63,792). Kingswood International is exempt from audit under section 479A of the Companies Act 2006 and therefore results of this entity are unaudited.

Kingswood School

NOTES TO THE FINANCIAL STATEMENTS

for the 13 month period ended 31 August 2023

- (c) The Trustees of Kingswood School Development Fund are the same as the Governors of Kingswood School Trustees Limited and therefore Kingswood School Development Fund is viewed as being a subordinate charity under the terms of the SORP (FRS102).

The Kingswood School Development Fund was dormant in the current and prior periods.

5 ANCILLARY TRADING AND OTHER INCOME

	Period ended 31 August 2023	2022
	£	£
Ancillary trading income:		
Entrance and registration fees	54,750	50,396
Special educational needs income	57,328	72,920
Fees for extracurricular courses	29,450	35,727
School meals	686,516	630,445
Fees in lieu of notice and forfeited deposits	20,725	24,504
Miscellaneous income	2,871	-
	<u>851,640</u>	<u>813,992</u>
Activities for generating funds:		
Courses and sub-lettings	<u>309,618</u>	<u>39,866</u>

All ancillary trading income and raising funds are unrestricted in the current and prior year.

6 DONATIONS AND GRANTS

	Unrestricted funds	Restricted funds	Endowment funds	Total
	Period ended 31 August 2023	Period ended 31 August 2023	Period ended 31 August 2023	Period ended 31 August 2023
	£	£	£	£
Donations and Legacies	1,386	535,703	-	537,089
Grants	-	-	-	-
	<u>1,386</u>	<u>535,703</u>	<u>-</u>	<u>537,089</u>

	Unrestricted funds	Restricted funds	Endowment funds	Total
	2022	2022	2022	2022
	£	£	£	£
Donations and Legacies	16,954	381,207	-	398,161
Grants	-	-	-	-
	<u>16,954</u>	<u>381,207</u>	<u>-</u>	<u>398,161</u>

Kingswood School

NOTES TO THE FINANCIAL STATEMENTS

for the 13 month period ended 31 August 2023

7 NET INCOME FOR THE PERIOD

Net income in the period is stated after:

	Period ended 31 August 2023	2022
	£	£
Charitable expenditure includes:		
Depreciation for owned assets	1,152,221	962,633
Amortisation of intangible assets	53,450	8,701
Bank loan and overdraft interest payable	454,013	191,462
	<u> </u>	<u> </u>
Governance costs include in support costs:		
Auditor's remuneration:		
for audit services	35,204	30,100
for non-audit services (tax advice and accounts prep support)	3,036	2,640
	<u> </u>	<u> </u>
Total staff costs comprised:		
Wages and salaries	12,673,984	11,178,001
Social security costs	1,274,094	1,116,103
Pension contributions	1,958,592	1,686,773
	<u> </u>	<u> </u>
	<u>15,906,670</u>	<u>13,980,877</u>

The average number of full-time equivalent employees in the 13-month period was 310 (2022: 301) of which 132 (2022: 122) were teaching staff. The average headcount in the period was 468 (2022: 439). During the period, termination payments were made to employees totalling £5,000 (2022: £88,462).

Neither the governors nor persons connected with them received any remuneration or other benefits from the School or any connected organisation, except for the reimbursement of expenses for travel, subsistence and training of the Governors for £5,465 (2022: £367).

The number of higher paid employees was:

	Period ended 31 August 2023	Year ended 31 July 2023	Year ended 31 July 2022
	No.	No.	No.
£60,000 - £70,000	17	8	10
£70,001 - £80,000	10	8	3
£80,001 - £90,000	3	1	1
£90,001 - £100,000	2	1	2
£100,001 - £110,000	1	1	0
£110,001 - £120,000	0	0	1
£210,001 - £220,000	0	0	1
£230,001 - £240,000	0	1	0
£240,001 - £250,000	1	0	0
	<u> </u>	<u> </u>	<u> </u>
	<u>34</u>	<u>20</u>	<u>18</u>

Contributions to the Teachers' Pension Scheme were made for the benefit of 28 (2022: 13) higher paid employees totalling £455,505 (2022: £249,502). Contributions payable into the non-teaching staff personal pension schemes for 6 (2022: 5) higher paid employees amounted to £36,413 (2022: £28,025).

Kingswood School

NOTES TO THE FINANCIAL STATEMENTS

for the 13 month period ended 31 August 2023

The gross salary of the highest paid staff member was in the £180,000 - £190,000 bracket. In line with previous years, the value in the table below includes the non-cash value of a residential emolument but in addition to this, in 22-23 the value also includes salary in lieu of employer pension contributions.

8 EXPENDITURE (UNRESTRICTED)

	Staff costs	Other costs	Amortisation & Depreciation	Total Period ended 31 August 2023
	£	£	£	£
Cost of charitable activities:				
Teaching	11,442,896	638,668	-	12,081,564
Welfare	2,144,962	1,091,193	2,430	3,238,585
Premises	776,273	2,091,244	1,191,281	4,058,798
Support costs of schooling	1,514,793	1,571,098	-	3,085,891
School's operating costs	15,878,924	5,392,203	1,193,711	22,464,838
Governance costs	-	52,315	-	52,315
Costs of raising funds:				
Fundraising trading - other	-	394,501	-	394,501
Financing costs	-	575,285	-	575,285
Trading costs of KEL	27,746	80,850	11,960	120,556
Trading costs of KIL	-	37	-	37
Total for Group	15,906,670	6,495,191	1,205,671	23,607,532

	Staff costs	Other costs	Amortisation & Depreciation	Total 2022
	£	£	£	£
Cost of charitable activities:				
Teaching	9,921,118	690,127	-	10,611,245
Welfare	1,908,897	1,110,935	-	3,019,832
Premises	660,884	1,756,052	966,279	3,383,215
Support costs of schooling	1,460,897	1,315,873	-	2,776,770
School's operating costs	13,951,796	4,872,987	966,279	19,791,062
Governance costs	-	40,697	-	40,697
Costs of raising funds:				
Fundraising trading - other	-	83,846	-	83,846
Financing costs	-	306,780	-	306,780
Trading costs of KEL	29,081	118,824	6,318	154,223
Trading costs of KIL	-	969	-	969
Total for Group	13,980,877	5,424,103	972,597	20,377,577

Kingswood School

NOTES TO THE FINANCIAL STATEMENTS

for the 13 month period ended 31 August 2023

9 ANALYSIS OF SUPPORT COSTS

	Educational Operations	Admin Operations	Governance	Recruitment & Advertising	Total Period ended 31 August 2023
	£	£	£	£	£
Audit Services – Audit Fees	-	-	35,204	-	35,204
Non audit fees	-	-	3,036	-	3,036
Independent Schools Inspection	-	-	8,610	-	8,610
Governor’s Expenses	-	-	5,465	-	5,465
Technology Costs	-	347,465	-	-	347,465
Other Support Costs	93,604	323,616	-	24,545	441,765
Support Staff Costs	22,291	1,625,409	-	-	1,647,700
Legal & Professional Costs	-	242,823	-	-	242,823
Staff training and expenses	-	57,981	-	-	57,981
Pupil Recruitment	-	-	-	310,299	310,299
Staff Recruitment	-	37,858	-	-	37,858
Other	-	-	-	-	-
	<u>115,895</u>	<u>2,635,152</u>	<u>52,315</u>	<u>334,844</u>	<u>3,138,206</u>

Staff costs are apportioned based on those employees who are employed in the different activities of the school. Other support costs relate to general office and sundry costs such as stationery and telephones.

Governance costs relate to accountancy services, the independent school’s inspection charge and Governor expenses provided to assist the Governors in the performance of their responsibilities.

	Educational Operations	Admin Operations	Governance	Recruitment & Advertising	Total 2022
	£	£	£	£	£
Audit Services – Audit Fees	-	-	30,100	-	30,100
Non audit fee	-	-	2,640	-	2,640
Independent Schools Inspection	-	-	7,591	-	7,591
Governor’s Expenses	-	-	366	-	366
Technology Costs	30,535	-	-	-	30,535
Other Support Costs	45,541	677,705	-	2,907	726,153
Support Staff Costs	18,162	1,442,735	-	-	1,460,897
Legal & Professional Costs	-	61,760	-	-	61,760
Staff training and expenses	-	52,015	-	-	52,015
Pupil Recruitment	-	-	-	298,624	298,624
Staff Recruitment	-	48,841	-	4,560	53,401
Other	-	93,385	-	-	93,385
	<u>94,238</u>	<u>2,376,441</u>	<u>40,697</u>	<u>306,091</u>	<u>2,817,467</u>

Kingswood School

NOTES TO THE FINANCIAL STATEMENTS

for the 13 month period ended 31 August 2023

10 OTHER INCOME

	Period ended 31 August 2023	2022
	£	£
Other/Miscellaneous income	-	3,944
	<u>-</u>	<u>3,944</u>
	<u><u>-</u></u>	<u><u>3,944</u></u>

11a TANGIBLE FIXED ASSETS GROUP AND SCHOOL

	Freehold property £	Assets in course of construction £	Motor vehicles £	Furniture and plant £	School total £	Subsidiary plant and equipmen t £	Subsidiary motor vehicles £	Group total £
At 1 August 2022	29,758,907	197,382	125,115	7,526,615	37,608,019	71,626	87,448	37,767,093
Additions	1,677,147	-	11,213	297,981	1,986,341	-	25,575	2,011,916
Disposals	-	-	-	-	-	-	-	-
Transfers	189,378	(189,378)	-	-	-	-	-	-
	<u>31,625,432</u>	<u>8,004</u>	<u>136,328</u>	<u>7,824,596</u>	<u>39,594,360</u>	<u>71,626</u>	<u>113,023</u>	<u>39,779,009</u>
	<u><u>31,625,432</u></u>	<u><u>8,004</u></u>	<u><u>136,328</u></u>	<u><u>7,824,596</u></u>	<u><u>39,594,360</u></u>	<u><u>71,626</u></u>	<u><u>113,023</u></u>	<u><u>39,779,009</u></u>
DEPRECIATION								
At 1 August 2022	8,882,151	-	125,115	6,888,174	15,895,440	71,626	68,492	16,035,558
Charge for 13 months	674,047	-	2,430	463,784	1,140,261	-	11,960	1,152,221
Disposals	-	-	-	-	-	-	-	-
	<u>9,556,198</u>	<u>-</u>	<u>127,545</u>	<u>7,351,958</u>	<u>17,035,701</u>	<u>71,626</u>	<u>80,452</u>	<u>17,187,779</u>
	<u><u>9,556,198</u></u>	<u><u>-</u></u>	<u><u>127,545</u></u>	<u><u>7,351,958</u></u>	<u><u>17,035,701</u></u>	<u><u>71,626</u></u>	<u><u>80,452</u></u>	<u><u>17,187,779</u></u>
NET BOOK VALUES								
At 31 August 2023	22,069,234	8,004	8,783	472,638	22,558,659	-	32,571	22,591,230
	<u><u>22,069,234</u></u>	<u><u>8,004</u></u>	<u><u>8,783</u></u>	<u><u>472,638</u></u>	<u><u>22,558,659</u></u>	<u><u>-</u></u>	<u><u>32,571</u></u>	<u><u>22,591,230</u></u>
At 1 August 2022	20,876,756	197,382	-	638,440	21,712,578	-	18,956	21,731,534
	<u><u>20,876,756</u></u>	<u><u>197,382</u></u>	<u><u>-</u></u>	<u><u>638,440</u></u>	<u><u>21,712,578</u></u>	<u><u>-</u></u>	<u><u>18,956</u></u>	<u><u>21,731,534</u></u>

Kingswood School

NOTES TO THE FINANCIAL STATEMENTS

for the 13 months ended 31 August 2023

11b INTANGIBLE FIXED ASSETS

GROUP AND SCHOOL

	Software
	£
Cost	
At 1 August 2022	190,436
Additions	121,925
	<hr/>
At 31 August 2023	312,361
	<hr/>
Amortisation	
At 1 August 2022	173,032
Charge	53,450
	<hr/>
At 31 August 2023	226,482
	<hr/>
Net book value	
At 31 August 2023	85,879
	<hr/> <hr/>
At 31 July 2022	17,404
	<hr/> <hr/>

Intangible Assets relate to purchased software technology. Amortisation is included in the Statement of Financial Activities within Charitable activities' costs.

12 INVESTMENTS

GROUP

	Unrestricted	Restricted	Endowment	Cash	Un- Endowed restricted Cash	Total
	£	£	£	£	£	£
At 1 August 2022	9,916	184,258	44,282	129,695	38,321	406,472
Accumulated Interest	-	-	-	-	1,565	1,565
Additions	-	-	99,500	-	-	99,500
Revaluations	1,021	(10,632)	(1,502)	-	-	(11,113)
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Balance at 31 August 2023	10,937	173,626	142,280	129,695	39,886	496,424
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Historic cost	1,777	65,495	88,530	121,286	31,326	308,414
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>

Kingswood School

NOTES TO THE FINANCIAL STATEMENTS

for the 13 months ended 31 August 2023

SCHOOL

	Unrestricted	Restricted	Endowment	Endowed restricted Cash	Un- restricted Cash	Total
	£	£	£	£	£	£
At 1 August 2022	11,916	184,259	44,282	129,695	38,320	408,472
Accumulated Interest	-	-	-	-	1,565	1,565
Additions	-	-	99,500	-	-	99,500
Revaluations	1,021	(10,632)	(1,502)	-	-	(11,113)
	<u>12,937</u>	<u>173,627</u>	<u>142,280</u>	<u>129,695</u>	<u>39,885</u>	<u>498,424</u>
Balance at 31 August 2023	12,937	173,627	142,280	129,695	39,885	498,424
Historic cost	<u>2,777</u>	<u>65,495</u>	<u>88,530</u>	<u>121,286</u>	<u>31,326</u>	<u>309,414</u>

The unrestricted investment shown within the school note above includes the investment in two subsidiaries. This is a 100% holding in the 1,000 £1 ordinary shares of Kingswood Enterprises Limited and Kingswood International Limited, both companies incorporated in the United Kingdom. Kingswood Enterprises Limited provides services in property management, commercial lettings and minibus services. Kingswood International Limited promotes the Kingswood School way of education to overseas partners and develops education opportunities to overseas markets.

Restricted and endowed investments are held in investment fund units whose funds are invested in a wide variety of stocks and shares.

The cash deposits are held by the investment managers and interest accumulates monthly.

13 DEBTORS

	Consolidated		School	
	As at 31 August 2023	As at 31 July 2022	As at 31 August 2023	As at 31 July 2022
	£	£	£	£
Due within one year:				
School fees debtors	99,799	318,648	99,799	318,648
School fees billed in advance	5,363,392	-	5,363,392	-
Trade debtors	9,932	12,968	-	-
Amounts owed by group undertakings	-	-	63,802	62,472
Gift aid receivable from subsidiary	-	-	89,678	56,542
Other debtors	91,414	85,691	91,414	85,666
Prepayments and accrued income	281,513	93,832	269,061	93,832
	<u>5,846,050</u>	<u>511,139</u>	<u>5,977,146</u>	<u>617,160</u>

Kingswood School

NOTES TO THE FINANCIAL STATEMENTS

for the 13 months ended 31 August 2023

14 CREDITORS: amounts falling due within one year

	Consolidated		School	
	As at 31 August 2023 £	As at 31 July 2022 £	As at 31 August 2023 £	As at 31 July 2022 £
Current instalments due on bank loan	-	547,341	-	547,341
Trade creditors	269,245	510,497	269,245	510,494
Amounts owed to subsidiary companies	-	-	99,605	91,775
Taxation and social security	287,985	281,332	288,671	285,268
Pension costs	177,954	-	177,954	-
Finance leases	197,044	141,076	170,077	131,571
Other creditors	284,581	366,182	282,699	364,592
Deposits received in advance	522,531	465,250	522,531	465,250
Accruals and deferred income	456,083	234,113	436,774	174,527
Deferred income – Autumn term bills	7,616,330	-	7,616,330	-
Advance fees	228,973	481,153	228,973	481,153
	<u>10,040,726</u>	<u>3,026,944</u>	<u>10,092,859</u>	<u>3,051,971</u>

Deferred Income Analysis

	As at 31 August 2023 £	As at 31 July 2022 £
At 1 August 2022	29,930	14,878
Income received for future residential courses	8,494,440	15,052
Balance at 31 August 2023	<u>8,524,370</u>	<u>29,930</u>

Advance Fee Payments	2023 £	2022 £
Amounts due within one year	228,973	481,153
	<u>228,973</u>	<u>481,153</u>

The balance represents the accrued liability under the contracts. The movements during the period were:

	As at 31 August 2023 £	As at 31 July 2022 £
Balance at 1 August 2022	481,153	619,911
Movement in the period	(252,180)	(138,758)
Balance at 31 August 2023	<u>228,973</u>	<u>481,153</u>

Kingswood School

NOTES TO THE FINANCIAL STATEMENTS

for the 13 months ended 31 August 2023

15 CREDITORS: amounts falling due after more than one year

	Consolidated		School	
	As at 31 August 2023	As at 31 July 2022	As at 31 August 2023	As at 31 July 2022
	£	£	£	£
Bank loan	7,900,000	6,952,449	7,900,000	6,952,449
	<u>7,900,000</u>	<u>6,952,449</u>	<u>7,900,000</u>	<u>6,952,449</u>
	<u><u>7,900,000</u></u>	<u><u>6,952,449</u></u>	<u><u>7,900,000</u></u>	<u><u>6,952,449</u></u>

16 BORROWINGS

	Consolidated		School	
	As at 31 August 2023	As at 31 July 2022	As at 31 August 2023	As at 31 July 2022
	£	£	£	£
Bank loans	7,900,000	7,499,790	7,900,000	7,499,790
	<u>7,900,000</u>	<u>7,499,790</u>	<u>7,900,000</u>	<u>7,499,790</u>
	<u><u>7,900,000</u></u>	<u><u>7,499,790</u></u>	<u><u>7,900,000</u></u>	<u><u>7,499,790</u></u>
Payable within one year	-	547,341	-	547,341
Payable after one year	7,900,000	6,952,449	7,900,000	6,952,449
	<u>7,900,000</u>	<u>7,499,790</u>	<u>7,900,000</u>	<u>7,499,790</u>
	<u><u>7,900,000</u></u>	<u><u>7,499,790</u></u>	<u><u>7,900,000</u></u>	<u><u>7,499,790</u></u>

The School and Group had the facility of three loans and an overdraft facility provided by Barclays Bank plc, under composite overdraft arrangements with the Board of the Division of Finance of the Methodist Church covered by a legal charge on freehold property in Bath up until May 2023. In May 2023, the School and Group moved banking providers and now have the facility of one loan and an overdraft facility provided by NatWest Bank.

At 31 July 2001, there was a legal charge in favour of the Board of the Division of Finance of the Methodist Church, over property described in an indenture dated 19 July 1852 and an indenture of conveyance dated 31 December 1863. Property comprised in this charge is to be taken by the Bank as security for the loan and overdraft facility.

The variable loan with NatWest has an interest rate of 1.83%.

Kingswood School

NOTES TO THE FINANCIAL STATEMENTS for the 13 months ended 31 August 2023

17 NET ASSETS OF THE FUNDS OF THE SCHOOL AND GROUP

The Group's net assets belong to the various funds (including Advance Fees) as follows:

	Fixed Assets £	Investments £	Net current Assets/ (Liabilities) £	Long term Liabilities £	Fund balances £
Endowment funds	-	271,974	895,500	-	1,167,474
Restricted funds	-	173,626	2,566,436	-	2,740,062
Unrestricted funds	22,677,109	50,824	(5,847,637)	(7,900,000)	8,980,296
	<u>22,677,109</u>	<u>496,424</u>	<u>(2,385,701)</u>	<u>(7,900,000)</u>	<u>12,887,832</u>

The School's net assets belong to the various funds (including Advanced Fees) as follows:

	Fixed Assets £	Investments £	Net current Assets/ (Liabilities) £	Long term Liabilities £	Fund balances £
Endowment funds	-	271,974	895,500	-	1,167,474
Restricted funds	-	173,627	2,566,435	-	2,740,062
Unrestricted funds	22,644,538	52,822	(5,812,004)	(7,900,000)	8,985,356
	<u>22,644,538</u>	<u>498,423</u>	<u>(2,350,069)</u>	<u>(7,900,000)</u>	<u>12,892,892</u>

On 19 June 2018, the School received the approval of the Charity Commission to transfer £995,000 of the School's Endowment funds to offset the capital purchase of the new build at KPS. The Agreement made specific reference to interest and capital payments:

- Interest on the loan at the rate of 3%, to be reviewed annually.
- The Borrower shall repay the loan in ten equal instalments commencing on the fifth anniversary of this Agreement and thereafter on each anniversary of this Agreement until 2033. The first repayment of £99,500 was made during the year.

The Charity Commission also approved the use of a subsidiary company, Ferens Posnett Limited (Reg. Co. No. 11376507) to reduce the conflict of interest between Kingswood School Trustee Limited and the Kingswood School endowed funds.

Kingswood School

NOTES TO THE FINANCIAL STATEMENTS

for the 13 months ended 31 August 2023

	Balance at 1 August 2021 £	Income £	Amounts expended £	Transfers and investment gains £	Balance at 31 July 2022 £
Restricted funds					
Bursary fund	221,648	(3,643)	-	(12,512)	205,493
Other restricted funds	9,487	-	-	-	9,487
Development	1,628,336	381,207	(1,560)	-	2,007,983
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
School	1,859,471	377,564	(1,560)	(12,512)	2,222,963
Kingswood School Development Fund	-	-	-	-	-
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Group	1,859,471	377,564	(1,560)	(12,512)	2,222,963
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>

Bursary fund

This fund represents monies given to the School specifically to invest for the provision of bursaries and gifts to support pupils.

Other restricted funds

These relate to several small restricted funds which have been donated during the year and are expended in accordance with the donor's wishes.

18c UNRESTRICTED FUNDS: MOVEMENTS IN THE PERIOD

	Balance at 1 August 2022 £	Income £	Expenditure £	Transfers and investment losses £	Balance at 31 August 2023 £
Unrestricted funds					
General reserve	9,877,076	22,141,713	(23,334,454)	1,021	8,685,356
Designated funds					
Bursary fund	300,000	-	-	-	300,000
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
School	10,177,076	22,141,713	(23,334,454)	1,021	8,985,356
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Kingswood Enterprises Ltd	67,673	265,107	(271,523)	-	61,257
Kingswood International Ltd	(64,762)	-	(1,555)	-	(66,317)
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Group	10,179,987	22,406,820	(23,607,532)	1,021	8,980,296
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>

In the financial year 2012/13 the governors designated £300,000 for future bursaries to be given against school fees.

Kingswood School

NOTES TO THE FINANCIAL STATEMENTS

for the 13 months ended 31 August 2023

	Balance at 1 August 2021 £	Income £	Expenditure £	Transfers and investment gains £	Balance at 31 July 2022 £
Unrestricted funds					
General reserve	9,206,034	20,782,094	(20,109,993)	(1,059)	9,877,076
Designated funds					
Bursary fund	300,000	-	-	-	300,000
School	<u>9,506,034</u>	<u>20,782,094</u>	<u>(20,109,993)</u>	<u>(1,059)</u>	<u>10,177,076</u>
Kingswood Enterprises Ltd	32,512	299,888	(264,727)	-	67,673
Kingswood International Ltd	(62,474)	-	(2,288)	-	(64,762)
Group	<u>9,476,072</u>	<u>21,081,982</u>	<u>(20,377,008)</u>	<u>(1,059)</u>	<u>10,179,987</u>

19 PENSION SCHEMES

The School participates in the Teachers' Pension Scheme ("the TPS") for its teaching staff. The pension charge for the 13 months includes contributions payable to the TPS of £1,645,867 (2022: £1,413,877) of which £177,954 (2022: £0) was accrued for at year end in respect of contributions to this scheme.

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

The employer contribution rate is set by the Secretary of State following scheme valuations undertaken by the Government Actuary's Department. The most recent actuarial valuation of the TPS was prepared as at 31 March 2020 and the Valuation Report was published in October 2023.

Following the McCloud judgement, the remedy proposed that when benefit become payable, eligible members can select to receive them from either the reformed or legacy schemes for the period 1 April 2015 to 31 March 2022. The actuaries have assumed that members are likely to choose the option that provides them with the greater benefits, and in preparing the 2020 valuation have valued the 'greater value' benefits for groups of relevant members.

The valuation confirmed that the employer contribution rate for the TPS would increase from 23.6% to 28.6% from 1 April 2024. Employers are also required to pay a scheme administration levy of 0.08% giving a total employer contribution of 28.68%.

Kingswood School

NOTES TO THE FINANCIAL STATEMENTS

for the 13 months ended 31 August 2023

20 RELATED PARTY TRANSACTIONS

The key management personnel are deemed to be the Trustees, the Senior and Prep Headmasters, the Director of Finance and Operations, 5 deputy heads, the Chaplain and 4 directors as listed on Page 5 of the accounts. Their total remuneration costs including employer's NI and pension in the 13-month period were £1,557,781 (2022: £1,332,342).

During the period the school received gift aid income from Kingswood Enterprises Ltd of £89,678 (2022: £56,542).

The school charged Kingswood Enterprises Limited £80,724 (2022: £77,045) for Minibus driving services, theatre and admin charges and Catering services. It paid £82,624 (2022: £78,879) to Kingswood Enterprises Ltd in respect of the supply of minibuses and other vehicle. At the year-end £99,605 (2022: £91,775) was due to Kingswood Enterprises Ltd.

At the year-end £63,802 (2022: £62,472) was due to Kingswood School Ltd from Kingswood International Limited. There were no other transactions between Kingswood School Ltd and Kingswood International Ltd.

21 ULTIMATE PARENT UNDERTAKING

The ultimate parent undertaking and controlling party is Kingswood School Trustee Limited, of Lansdown Road, Bath BA1 5RG, a company incorporated in England and Wales.

22 NET DEBT RECONCILIATION

	Brought forward £	Cash flow £	Carried forward £
Cash at bank and in hand	882,517	924,876	1,807,393
	<u>882,517</u>	<u>924,876</u>	<u>1,807,393</u>
Finance leases	(141,076)	(55,968)	(197,044)
Debt due in more than one year	(6,952,449)	(947,551)	(7,900,000)
Debt due within one year	(547,341)	547,341	-
	<u>(6,758,349)</u>	<u>468,698</u>	<u>(6,289,651)</u>

Kingswood School

NOTES TO THE FINANCIAL STATEMENTS

for the 13 months ended 31 August 2023

23 RECONCILIATION OF GROUP NET INCOME TO NET CASH INFLOW FROM OPERATIONAL ACTIVITIES

	Period ended 31 August 2023	2022
	£	£
Net income	(672,981)	1,080,977
Adjustments for:		
Investment gains	11,113	14,596
Interest received	(1,712)	(176)
Net financing costs	575,285	306,780
Depreciation and amortisation	1,205,671	972,597
	<hr/>	<hr/>
	1,117,376	2,374,774
(Increase)/Decrease in stock	670	2,457
(Increase)/Decrease in debtors	(5,334,911)	(116,865)
Increase/(Decrease) in creditors	7,561,119	241,505
	<hr/>	<hr/>
Net cash provided by operating activities	3,344,254	2,501,871
	<hr/> <hr/>	<hr/> <hr/>

Kingswood School

NOTES TO THE FINANCIAL STATEMENTS for the 13 months ended 31 August 2023

24 CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES – 2022

	Notes	Unrestricted funds 2022 £	Restricted funds 2022 £	Endowed funds 2022 £	Total funds 2022 £	Total funds 2021 £
Income and endowments from:						
Charitable activities:						
School fees	3	19,986,609	(3,643)	-	19,982,966	17,824,138
Ancillary trading income	5	813,992	-	-	813,992	629,585
		<u>20,800,601</u>	<u>(3,643)</u>	<u>-</u>	<u>20,796,958</u>	<u>18,453,723</u>
Other trading activities:						
Fundraising trading		221,009	-	-	221,009	65,757
Other trading income	5	39,866	-	-	39,866	15,138
Investment income		176	-	-	176	101
Donations and grants	6	16,954	381,207	-	398,161	481,808
Other Income	10	3,944	-	-	3,944	105,616
Total income		<u>21,082,550</u>	<u>377,564</u>	<u>-</u>	<u>21,460,114</u>	<u>19,122,143</u>
Expenditure:						
Raising funds:						
Fundraising trading	8	239,038	-	-	239,038	143,832
Financing costs	8	306,780	-	-	306,780	273,250
		<u>545,818</u>	<u>-</u>	<u>-</u>	<u>545,818</u>	<u>417,082</u>
Charitable activities:						
Education and grant making	8	19,831,759	1,560	-	19,833,319	18,329,520
Total expenditure		<u>20,377,577</u>	<u>1,560</u>	<u>-</u>	<u>20,379,137</u>	<u>18,746,602</u>
Net income / (expenditure) before investment gains/(losses)		<u>704,973</u>	<u>376,004</u>	<u>-</u>	<u>1,080,977</u>	<u>375,541</u>
Gains / (Losses) on investments	12	(1,059)	(12,512)	(1,025)	(14,596)	24,957
Net income / (expenditure)		<u>703,914</u>	<u>363,492</u>	<u>(1,025)</u>	<u>1,066,381</u>	<u>400,498</u>
Net movement in funds		<u>703,914</u>	<u>363,492</u>	<u>(1,025)</u>	<u>1,066,381</u>	<u>400,498</u>
Fund balances brought forward	24	9,476,073	1,859,471	1,170,001	12,505,545	12,105,047
Fund balances carried forward		<u>10,179,987</u>	<u>2,222,963</u>	<u>1,168,976</u>	<u>13,571,926</u>	<u>12,505,545</u>