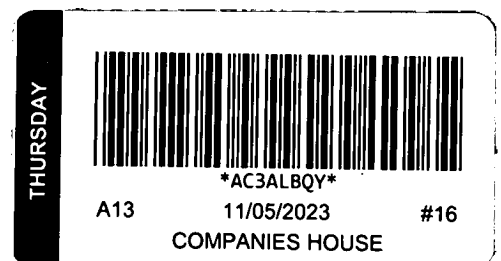


**Report of the Trustees and  
Financial Statements for the Year Ended 31 August 2022  
for  
Chaigeley Educational Foundation**



**Chaigeley Educational Foundation**

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for the Year Ended 31 August 2022**

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## **Chaigeley Educational Foundation**

### **Chair of Trustees Report for the Year Ended 31 August 2022**

I am pleased to be able to report that the school has emerged from the worst rigours of Covid-19 in a stronger position than for several years.

During that time, following the decision of our previous principal to retire, we recruited a new principal for the school - entirely by Zoom! We have also found that investing in hybrid meeting technology has increased our access to our Governors skills - allowing them to attend meetings and meet staff on line, when they would have been unable to travel to site.

Our new principal has been in post for the whole duration of this report and has successfully built on the school's previous strategies to ensure we better meet the needs of the children that are placed with us.

With this appointment, there have been new ideas and renewed energy to move the school forward to meet these needs. This has meant developing the school environment to pay attention to the increasing number of ASC students on roll, building a larger focused multi skilled therapy unit to be able to address the mental and behavioural issues of the pupils and investing in a new staff structure to give our pupils added consistency and reassurance.

We have introduced a greater emphasis on staff development and well -being, with new professional support services and an on-site gym to provide better support for staff mental and physical health.

Together with an accelerated program of relationship building with our providers and wider organisations in our sector, this focus on pupils and staff has helped generate an increase in the number of pupils on roll, providing a stronger financial position to enable us to invest further in the development of the school whilst maintaining sufficient reserves.

We are confident the solid base built last year will continue throughout 2022/23 and beyond and we look forward to achieving ASC accreditation and starting our new Forest School by the end of the school year. We are already planning for the next stage of development of the school site, to increase the number of quality classrooms we have available - which will require substantial financial investment.

Finally, I would like to thank all the staff for their hard work and dedication through a year of challenges and major change, that has helped make the year such a success and has ensured that our pupils have been at the heart of everything that we do.



Will Howell  
Chair of Trustees

**Report of the Trustees  
for the Year Ended 31 August 2022**

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 August 2022. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019).

**OBJECTIVES AND ACTIVITIES**

**Charitable Objectives and Principle Activity**

The principal object of the charity is to advance the education of children with social emotional, mental health and other complex needs. The charity operates a non-maintained special school, Chaigeley School, a special school approved by the Department for Education, for boys and girls aged eight to sixteen.

**Aims and Objectives**

Chaigeley School educates and caters for children and young people with social, emotional and mental health needs. It is a non-maintained special school which serves as a resource for Local Authorities whose own provision has not been able to meet the needs of the pupil.

Pupils are referred to Chaigeley School by Local Authorities from across the country but primarily from the North West of England. The number of pupils varies between 35 and 45; numbers fluctuate throughout the year depending upon the needs of pupils needing a specialist setting.

Chaigeley aims to provide support and educational programmes to enable pupils to reach their potential academically and to develop their social, emotional and behavioural maturity. By doing so pupils can move on from Chaigeley being able to make informed choices about their future. A further aim of Chaigeley is to prepare pupils for a return to education in their home environment, preferably in a mainstream school. Where this is not possible, pupils are encouraged to successfully complete their education at Chaigeley by obtaining qualifications and skills allowing them to participate positively within their community to achieve economic wellbeing and feel fully included.

In setting our objectives and planning our activities the Trustees have given careful consideration to the Charity Commission's general guidance on public benefit.

Chaigeley's main objective over the next three years is to build on current recognised good practice and expand provision in terms of both direct and indirect input to pupils with social, emotional and mental health needs. Staff skills will be developed to meet the increased demands placed upon them with continued professional development.

The key strategies to achieve the objectives as set out in the school development plan are as follows: -

- Improving further the quality of teaching to reflect the recent changes and expectations of external monitors such as Ofsted and LA's.
- Developing the curriculum to make it even more relevant and needs specific in terms of interest and motivation as a means of increasing participation and improving outcomes and attendance.
- Developing the learning environment (including the grounds) to reflect curriculum changes and support increased motivation and attendance of pupils.
- Increasing the influence of 'therapy' as supporting improved behaviour, outcomes and attendance.
- To create a sensory garden within the grounds of the now completed sensory house
- To become an ADHD and an ASC accredited school
- To develop a forest schools area and to become a forest schools accredited school

**Public Benefit, Aims and Intended Impact**

The School's public benefit aims to provide education through a structured and controlled environment to students whose needs cannot be met in mainstream education. This is achieved by encouraging students to learn self-discipline, participate in and be enriched by the challenges of School life and home life. We aim for all young people to realise their full potential.

In setting out policy and planning these activities the Trustees have considered the Charity Commission's general guidance on public benefit.

**Report of the Trustees  
for the Year Ended 31 August 2022**

**FINANCIAL REVIEW**

**Fundraising performance**

Fundraising at the school is actively undertaken in response to specific projects and activities.

The Department for Education continues to provide grants to the school to improve standards including resources for capital projects.

**Results and Achievements for the Year**

The year started with 36 pupils on roll and ended with 45 pupils on roll. The prepared budget made at the start of the year predicted a small surplus of £54,000 which was improved to £73,000 due in the main to additional pupil numbers.

A new principal was appointed at the start of the year following the retirement of our previous principal. The transition has been smooth and we have been able to build on the previous foundations that have been laid. The future is more optimistic as the demand for school places appears to be growing all the time.

We have continued with improving our academic results with all of our year 11 leavers achieving GCSE qualifications. Qualifications have been awarded in Maths, English, Chemistry, Art and German. Other qualifications have been awarded in creative media, cooking skills and ICT. All of our year 11 leavers have secured places at higher education institutions and are continuing their studies with great success. Previous leavers have progressed to university achieving first class honours degrees.

**Investment policy and objectives**

Under the Memorandum and Articles of Association, the charity has the power to make any investment that the trustees see fit. In the year the charity had insufficient surplus reserves to make short term deposits and in addition the deposit rates were very low. The trustees have a policy to hold when appropriate surplus reserves in instant access or short term investment accounts when appropriate rates of return are available. The trustees are satisfied that this policy provides low investment risk and allows the required flexibility for working capital purposes whilst obtaining limited returns.

**Reserves policy**

In arriving at the reserves policy, the trustees consider the risks inherent in running the operations and management action to mitigate these risks. The charity aims to have a minimum of 3 months costs in reserve and expects to achieve this within the next 12 months of the date of this report.

**STRUCTURE, GOVERNANCE AND MANAGEMENT**

**Governing document**

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

The Charity is governed by the Instrument of Government which encompasses the Memorandum and Articles of Association. The trustees have during the year updated the Instrument of Government and following Charity Commission approval this was formally adopted on 1st September 2022.

The Foundation was incorporated on 14 January 1997 as a company limited by guarantee, as defined by the Companies Act 2006, to maintain Chaigeley School, which since 1946 had been carried on as an unincorporated charity.

**Recruitment and appointment of new trustees**

The skills mix of the group of Trustees is considered regularly and particularly following retirement or resignation of a trustee. Skills audits are taken on an annual basis and where it is felt that there is a need to expand the expertise of the group external advertisements are placed in relevant journals or appropriate organisations contacted. The prospective trustees are invited to the school to see how the school operates and meet other trustees and staff. If the prospective trustee has the suitable skills, knowledge and experience and are positively vetted by the Disclosure and Barring Service they are invited to join the Governing Body prior to election at the following AGM.

New trustees are inducted into the workings of the School, and of the Company as a registered charity on an individual basis following appointment. They are provided with Charity Commission information on the responsibilities of being a trustee and take part in training provided by both the school and external bodies at various times throughout the year to address relevant issues.

**Report of the Trustees  
for the Year Ended 31 August 2022**

**STRUCTURE, GOVERNANCE AND MANAGEMENT**

**Organisational structure**

The Governing Body meets at least three times each year, and determines the general policy of the school. The day to day management of the school is delegated to the Principal and the school business and finance manager.

There are four Governing Sub Committees: The Finance Committee, The Personnel Committee, The Safeguarding Committee and the Curriculum & Progress Committee. All committees meet regularly to monitor their respective areas.

**Wider network**

The School is an active member of the following organisations;

- NASS (National Association of Special Schools)
- ENGAGE (Engage in their future)

**REFERENCE AND ADMINISTRATIVE DETAILS**

**Registered Company number**

03301881 (England and Wales)

**Registered Charity number**

1060403

**Registered office**

Chaigeley School  
Lymm Road  
Thelwall  
Warrington  
Cheshire  
WA4 2TE

**Trustees**

		Finance Committee	Personnel Committee	Safeguarding Committee	Curriculum & Progress Committee
Mr Will Howell	(Chairman)	*	*		*
Mr Christopher Haines	(Vice Chairman)	*			
Mr Michael Hennessy	Resigned 17/11/2021				
Ms Jilly Ann Atherton			*		
Mrs Judith Lukey	Resigned 31/08/2022				
Mr Stephen Boothroyd	Resigned 14/12/2021				
Mr Tim Askham		*			
Mrs Olivia Connolly	Resigned 27/02/2023				
Mrs Hannah Middleton			*		
Mrs Amy Nisbet		*			*
Mr Martin Oldfield				*	
Mrs Elizabeth Parker				*	
Mrs Claire Peers		*			
Mr Jonathan Richards	Resigned 26/04/2022				

**Management Team**

Mr Paul Lambert	(Principal) Appointed 01/09/2021
Miss Becky Swift	(Head of Education)
Mr Patrick Boyle	(Assistant Head of Education)
Mr Noel Conreen	(School Business & Finance Manager)
Mrs Ruth Myers	(SENDCO)

**Company Secretary**

N D Conreen

**Report of the Trustees  
for the Year Ended 31 August 2022**

**REFERENCE AND ADMINISTRATIVE DETAILS**

**Auditors**

Voisey & Co LLP  
8 Winmarleigh Street  
Warrington  
Cheshire  
WA1 1JW

**Clerk to the Governors**

Entrust Governor Services

**Bankers**

The Co-operative Bank  
1 Balloon Street  
Manchester  
M60 4EP

**Insurers**

Innovative Broking  
20 St Dunstan's Hill  
London  
EC3R 8HL

**STATEMENT OF TRUSTEES' RESPONSIBILITIES**

The trustees (who are also the directors of Chaigeley Educational Foundation for the purposes of company law) are responsible for preparing the Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In so far as the trustees are aware:

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

**Report of the Trustees  
for the Year Ended 31 August 2022**

**AUDITORS**

The auditors, Voisey & Co LLP, will be proposed for re-appointment at the forthcoming Annual General Meeting.

Approved by order of the board of trustees on 9 May 2023 and signed on its behalf by:

A handwritten signature in black ink, appearing to read 'W Howell', followed by a period.

W Howell - Trustee



**Report of the Independent Auditors to the Members of  
Chaigeley Educational Foundation (Registered number: 03301881)**

**Opinion**

We have audited the financial statements of Chaigeley Educational Foundation (the 'charitable company') for the year ended 31 August 2022 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

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

**Basis for opinion**

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the 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 charitable company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

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

**Other information**

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

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

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

- the information given in the Report of the Trustees for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Report of the Trustees has been prepared in accordance with applicable legal requirements.

**Report of the Independent Auditors to the Members of  
Chaigeley Educational Foundation (Registered number: 03301881)**

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

In the light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Report of the Trustees.

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

- adequate accounting records have not been kept or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to take advantage of the small companies exemption from the requirement to prepare a Strategic Report or in preparing the Report of the Trustees.

**Responsibilities of trustees**

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

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

**Report of the Independent Auditors to the Members of  
Chaigeley Educational Foundation (Registered number: 03301881)**

**Our responsibilities for the audit of the financial statements**

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

The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

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:

We enquired of management and those charged with governance about actual and potential litigation and claims, including review of relevant nominal ledger accounts.

We obtained an understanding of laws, regulations and guidance that affect the Charitable Company, focusing on those that had a direct effect on the financial statements or that had a fundamental effect on its operations. Key laws, regulations and guidance that we identified included the Companies Act 2006, Charities Act 2011, health and safety legislation including the safeguarding and welfare of children and employment legislation.

We enquired of management and those charged with governance to identify any instances of non-compliance with laws and regulations. We also reviewed meeting minutes and obtained third party evidence - Ofsted Reports - for evidence of non-compliance with relevant laws and regulations.

We reviewed the Charitable Company's financial statement disclosures and agreed to supporting documentation to assess compliance with the applicable laws and regulations discussed above.

We gained an understanding of the controls that the Trustees have in place to prevent and detect fraud. We enquired of the Trustees about any incidences of fraud that had taken place during the accounting period.

The risk of fraud and non-compliance with laws and regulations was discussed within the audit team and tests were planned and performed to address these risks.

In addressing the risk of fraud due to management override of controls, we performed testing of journal entries and other adjustments for appropriateness, evaluating the business rationale of significant transactions outside the normal course of business and reviewing accounting estimates for bias.

Despite appropriate planning and performing our work in accordance with International Auditing Standards, there are always inherent limitations that non-compliance is not detected. Non-compliance with laws and regulations is often further removed from the events and transactions reflected in the financial statements and material misstatements due to fraud can be deliberately concealed from auditors, for example through misrepresentation, forgery or collusion.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at [www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our Report of the Independent Auditors.

**Report of the Independent Auditors to the Members of  
Chaigeley Educational Foundation (Registered number: 03301881)**

**Use of our report**

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.



Philip Urmston BSc FCA (Senior Statutory Auditor)  
for and on behalf of Voisey & Co LLP  
8 Winmarleigh Street  
Warrington  
Cheshire  
WA1 1JW

9 May 2023

**Chaigeley Educational Foundation**

**Statement of Financial Activities  
for the Year Ended 31 August 2022**

	Notes	Unrestricted funds £	Restricted fund £	Endowment fund £	31.8.22 Total funds £	31.8.21 Total funds £
<b>INCOME AND ENDOWMENTS FROM</b>						
Donations and legacies	3	7,172	-	-	7,172	525
<b>Charitable activities</b>	5					
Care and education of children		2,374,789	43,244	-	2,418,033	2,079,737
Other trading activities	4	6,410	-	-	6,410	4,320
Other income		1,087	-	-	1,087	-
<b>Total</b>		<u>2,389,458</u>	<u>43,244</u>	<u>-</u>	<u>2,432,702</u>	<u>2,084,582</u>
<b>EXPENDITURE ON</b>						
<b>Charitable activities</b>	6					
Teaching costs		1,801,901	59,358	(339)	1,860,920	1,587,800
Welfare costs		36,653	-	-	36,653	54,941
Premises costs		324,052	-	60,643	384,695	353,266
Support costs for schooling		75,660	-	-	75,660	54,938
Governance costs		1,576	-	-	1,576	1,522
<b>Total</b>		<u>2,239,842</u>	<u>59,358</u>	<u>60,304</u>	<u>2,359,504</u>	<u>2,052,467</u>
<b>NET INCOME/(EXPENDITURE)</b>		149,616	(16,114)	(60,304)	73,198	32,115
<b>RECONCILIATION OF FUNDS</b>						
Total funds brought forward		364,697	21,868	2,610,577	2,997,142	2,965,027
<b>TOTAL FUNDS CARRIED FORWARD</b>		<u>514,313</u>	<u>5,754</u>	<u>2,550,273</u>	<u>3,070,340</u>	<u>2,997,142</u>

The notes form part of these financial statements

**Chaigeley Educational Foundation (Registered number: 03301881)**

**Balance Sheet  
31 August 2022**

	Notes	Unrestricted funds £	Restricted fund £	Endowment fund £	31.8.22 Total funds £	31.8.21 Total funds £
<b>FIXED ASSETS</b>						
Tangible assets	12	95,347	-	2,550,273	2,645,620	2,699,448
<b>CURRENT ASSETS</b>						
Debtors	13	38,703	-	-	38,703	30,652
Cash at bank and in hand		517,373	5,754	-	523,127	331,477
		<u>556,076</u>	<u>5,754</u>	<u>-</u>	<u>561,830</u>	<u>362,129</u>
<b>CREDITORS</b>						
Amounts falling due within one year	14	(137,110)	-	-	(137,110)	(64,435)
<b>NET CURRENT ASSETS</b>		<u>418,966</u>	<u>5,754</u>	<u>-</u>	<u>424,720</u>	<u>297,694</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<u>514,313</u>	<u>5,754</u>	<u>2,550,273</u>	<u>3,070,340</u>	<u>2,997,142</u>
<b>NET ASSETS</b>		<u><u>514,313</u></u>	<u><u>5,754</u></u>	<u><u>2,550,273</u></u>	<u><u>3,070,340</u></u>	<u><u>2,997,142</u></u>
<b>FUNDS</b>	15					
Unrestricted funds					514,313	364,697
Restricted funds					5,754	21,868
Endowment funds					2,550,273	2,610,577
<b>TOTAL FUNDS</b>					<u><u>3,070,340</u></u>	<u><u>2,997,142</u></u>

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

The financial statements were approved by the Board of Trustees and authorised for issue on 9 May 2023 and were signed on its behalf by:



W Howell - Trustee

**Chaigeley Educational Foundation**

**Cash Flow Statement  
for the Year Ended 31 August 2022**

	Notes	31.8.22 £	31.8.21 £
<b>Cash flows from operating activities</b>			
Cash generated from operations	1	296,715	114,536
Net cash provided by operating activities		<u>296,715</u>	<u>114,536</u>
<b>Cash flows from investing activities</b>			
Purchase of tangible fixed assets		(45,848)	(58,754)
Sale of tangible fixed assets		1,087	-
Net cash used in investing activities		<u>(44,761)</u>	<u>(58,754)</u>
<b>Cash flows from financing activities</b>			
Expenditure attributable to endowment		(60,304)	-
Net cash (used in)/provided by financing activities		<u>(60,304)</u>	<u>-</u>
<b>Change in cash and cash equivalents in the reporting period</b>		<u>191,650</u>	<u>55,782</u>
<b>Cash and cash equivalents at the beginning of the reporting period</b>		<u>331,477</u>	<u>275,695</u>
<b>Cash and cash equivalents at the end of the reporting period</b>		<u><u>523,127</u></u>	<u><u>331,477</u></u>

The notes form part of these financial statements

**Chaigeley Educational Foundation**

**Notes to the Cash Flow Statement  
for the Year Ended 31 August 2022**

**1. RECONCILIATION OF NET INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES**

	31.8.22	31.8.21
	£	£
<b>Net income for the reporting period (as per the Statement of Financial Activities)</b>	73,198	32,115
<b>Adjustments for:</b>		
Depreciation charges	99,676	98,880
Profit on disposal of fixed assets	(1,087)	-
Expenditure attributable to endowment	60,304	-
Increase in debtors	(8,051)	(20,228)
Increase in creditors	72,675	3,769
<b>Net cash provided by operations</b>	<u>296,715</u>	<u>114,536</u>

**2. ANALYSIS OF CHANGES IN NET FUNDS**

	At 1.9.21	Cash flow	At 31.8.22
	£	£	£
<b>Net cash</b>			
Cash at bank and in hand	331,477	191,650	523,127
	<u>331,477</u>	<u>191,650</u>	<u>523,127</u>
<b>Total</b>	<u>331,477</u>	<u>191,650</u>	<u>523,127</u>

The notes form part of these financial statements



## **Chaigeley Educational Foundation**

### **Notes to the Financial Statements for the Year Ended 31 August 2022**

#### **1. ACCOUNTING POLICIES**

##### **Basis of preparing the financial statements**

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

The School is a Public Benefit Entity registered as a charity in England and Wales and a company limited by guarantee. It was incorporated on 14 January 1997 (company number:03301881) and registered as a charity on 28 January 1997 (charity number: 1060403). The registered office is Chaigeley School Lymm Road, Thelwall, Warrington, WA4 2TE.

At the time of approving the financial statements, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

The presentation currency is £ sterling. Monetary amounts in these financial statements are rounded to the nearest £.

##### **Income**

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

Income from the educational services represents fees earned in respect of tuition given during the year.

Donations, are recognised when the Charity has been notified in writing of both the amount and settlement date. In the event that a donation is subject to conditions that require a level of performance before the charity is entitled to the funds, the income is deferred and not recognised until either those conditions are fully met, or the fulfilment of those conditions is wholly within the control of the charity and it is probable that those conditions will be fulfilled in the reporting period.

Income from government and other grants, whether 'capital' grants or 'revenue' grants, is recognised when the charity has entitlement to the funds, any performance conditions attached to the grants have been met, it is probable that the income will be received and the amount can be measured reliably and is not deferred.

For legacies, entitlement is taken as the earlier of the date on which either: the charity is aware that probate has been granted, the estate has been finalised and notification has been made by the executor(s) to the Trust that a distribution will be made, or when a distribution is received from the estate. Receipt of a legacy, in whole or in part, is only considered probable when the amount can be measured reliably and the charity has been notified of the executor's intention to make a distribution. Where legacies have been notified to the charity, or the charity is aware of the granting of probate, and the criteria for income recognition have not been met, then the legacy is treated as a contingent asset and disclosed if material.

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the interest paid or payable by the Bank.

##### **Expenditure**

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

## Chaigeley Educational Foundation

### Notes to the Financial Statements - continued for the Year Ended 31 August 2022

#### 1. ACCOUNTING POLICIES - continued

##### **Tangible fixed assets**

All assets costing more than £500 are capitalised at cost and depreciated with the exception of freehold land. Depreciation is provided to write off the assets over their anticipated useful lives. Using the following methods and rates:

Fixtures, fittings and equipment	15% straight line
Vehicles	25% straight line
Buildings	50 years straight line

The Trustees have taken the decision as part of the transition to FRS 102 to no longer revalue the buildings every five years. The last revalued amount has been used as the carrying value.

##### **Taxation**

The charity is exempt from corporation tax on its charitable activities.

##### **Fund accounting**

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Endowment funds, are funds for which the Trustees must maintain the capital element but the incoming resources derived from the underlying endowment assets can be spent.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

##### **Pension costs and other post-retirement benefits**

The Charity contributes to the Teachers' Pension Defined Benefit Scheme at rates set by the Scheme Actuary and advised to the Charity 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 Charity. In accordance with FRS 102 the Scheme is accounted for as a defined contribution scheme and contributions are accounted for when advised as due by the Scheme Administrator.

Non teaching staff are enrolled in the Pension Trust Growth Plan. Its treatment is the same as the Teachers' Pension Defined Benefit Scheme.

##### **Financial instruments**

The company has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments. Financial instruments are recognised in the company's statement of financial position when the company becomes party to the contractual provisions of the instrument.

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

##### **Basic financial assets**

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

##### **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.

**Chaigeley Educational Foundation**

**Notes to the Financial Statements - continued  
for the Year Ended 31 August 2022**

**1. ACCOUNTING POLICIES - continued**

**Financial instruments**

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.

**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 company 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.

**2. CRITICAL ACCOUNTING JUDGEMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY**

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

The resulting accounting estimates and assumptions will, by definition, seldom equal the related actual results. The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are discussed below:

When an asset is purchased it is categorised into an asset class, the depreciation policy of each class estimates the economic life of all assets within the class. The depreciation policy of each asset class is determined by management and reviewed regularly for appropriateness. The depreciation policy adopted is based on historical experience as well as considering the future events which may impact the useful economic life of all assets within each class, such as changes in market demands.

In addition, FRS 102 requires an entity to assess at each reporting date whether there is any indication that assets within a class may be impaired i.e. the recoverable amount of the asset is less than the carrying amount. If any such indication exists, management are required to estimate the recoverable amount of the individual assets concerned.

Management judgement is applied to determine if revenue and costs should be recognised in the current period.

**3. DONATIONS AND LEGACIES**

	31.8.22	31.8.21
	£	£
Donations	7,172	525
	<u>          </u>	<u>          </u>

**4. OTHER TRADING ACTIVITIES**

	31.8.22	31.8.21
	£	£
Rental income	6,410	4,320
	<u>          </u>	<u>          </u>

**Chaigeley Educational Foundation**

**Notes to the Financial Statements - continued  
for the Year Ended 31 August 2022**

**5. INCOME FROM CHARITABLE ACTIVITIES**

		31.8.22	31.8.21
	Activity	£	£
Other school income	Care and education of children	3,000	-
Grants	Care and education of children	514,455	496,137
Educational and care services	Care and education of children	1,900,578	1,583,600
		<u>2,418,033</u>	<u>2,079,737</u>

Grants received, included in the above, are as follows:

	31.8.22	31.8.21
	£	£
Pupil Premium Grant	43,245	38,224
Department of Education	107,877	107,080
Education Funding Agency	363,333	350,833
	<u>514,455</u>	<u>496,137</u>

**6. CHARITABLE ACTIVITIES COSTS**

	Direct Costs £	Support costs (see note 7) £	Totals £
Teaching costs	1,826,787	34,133	1,860,920
Welfare costs	36,653	-	36,653
Premises costs	353,718	30,977	384,695
Support costs for schooling	60,509	15,151	75,660
Governance costs	-	1,576	1,576
	<u>2,277,667</u>	<u>81,837</u>	<u>2,359,504</u>

**7. SUPPORT COSTS**

	Management £	Governance costs £	Totals £
Teaching costs	34,133	-	34,133
Premises costs	24,317	6,660	30,977
Support costs for schooling	7,458	7,693	15,151
Governance costs	1,576	-	1,576
	<u>67,484</u>	<u>14,353</u>	<u>81,837</u>

**Chaigeley Educational Foundation**

**Notes to the Financial Statements - continued  
for the Year Ended 31 August 2022**

**8. NET INCOME/(EXPENDITURE)**

Net income/(expenditure) is stated after charging/(crediting):

	31.8.22	31.8.21
	£	£
Auditors' remuneration	5,100	4,500
Depreciation - owned assets	99,676	98,880
Surplus on disposal of fixed assets	(1,087)	-
	<u>          </u>	<u>          </u>

**9. TRUSTEES' REMUNERATION AND BENEFITS**

There were no trustees' remuneration or other benefits for the year ended 31 August 2022 nor for the year ended 31 August 2021.

**Trustees' expenses**

There were no trustees' expenses paid for the year ended 31 August 2022 nor for the year ended 31 August 2021.

**10. STAFF COSTS**

	31.8.22	31.8.21
	£	£
Wages and salaries	1,451,812	1,329,276
Social security costs	123,878	111,472
Other pension costs	199,813	183,638
	<u>          </u>	<u>          </u>
	<u>1,775,503</u>	<u>1,624,386</u>

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

	31.8.22	31.8.21
Teachers	17	16
Care and teaching support staff	26	26
Domestic and maintenance	1	2
Administration staff	9	8
	<u>          </u>	<u>          </u>
	<u>53</u>	<u>52</u>

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

	31.8.22	31.8.21
£60,001 - £70,000	<u>1</u>	<u>1</u>

The charity considers its key management personnel to be its senior leadership team. The total wage cost including employers national insurance and pension costs was £341,213 (2021 £330,823)

**Chaigeley Educational Foundation**

**Notes to the Financial Statements - continued  
for the Year Ended 31 August 2022**

**11. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES**

	Unrestricted funds £	Restricted fund £	Endowment fund £	Total funds £
<b>INCOME AND ENDOWMENTS FROM</b>				
Donations and legacies	525	-	-	525
<b>Charitable activities</b>				
Care and education of children	2,041,513	38,224	-	2,079,737
Other trading activities	4,320	-	-	4,320
<b>Total</b>	<u>2,046,358</u>	<u>38,224</u>	<u>-</u>	<u>2,084,582</u>
<b>EXPENDITURE ON</b>				
<b>Charitable activities</b>				
Teaching costs	1,563,735	24,065	-	1,587,800
Welfare costs	54,941	-	-	54,941
Premises costs	293,119	-	60,147	353,266
Support costs for schooling	54,938	-	-	54,938
Governance costs	1,522	-	-	1,522
<b>Total</b>	<u>1,968,255</u>	<u>24,065</u>	<u>60,147</u>	<u>2,052,467</u>
<b>NET INCOME/(EXPENDITURE)</b>	78,103	14,159	(60,147)	32,115
Transfers between funds	(17,745)	-	17,745	-
<b>Net movement in funds</b>	60,358	14,159	(42,402)	32,115
<b>RECONCILIATION OF FUNDS</b>				
Total funds brought forward	304,339	7,709	2,652,979	2,965,027
<b>TOTAL FUNDS CARRIED FORWARD</b>	<u><u>364,697</u></u>	<u><u>21,868</u></u>	<u><u>2,610,577</u></u>	<u><u>2,997,142</u></u>

**Chaigeley Educational Foundation**

**Notes to the Financial Statements - continued  
for the Year Ended 31 August 2022**

**12. TANGIBLE FIXED ASSETS**

	Freehold property £	Fixtures and fittings £	Motor vehicles £	Totals £
<b>COST</b>				
At 1 September 2021	3,235,180	278,413	-	3,513,593
Additions	-	18,249	27,599	45,848
	<u>3,235,180</u>	<u>296,662</u>	<u>27,599</u>	<u>3,559,441</u>
At 31 August 2022	3,235,180	296,662	27,599	3,559,441
<b>DEPRECIATION</b>				
At 1 September 2021	624,603	189,542	-	814,145
Charge for year	60,304	33,989	5,383	99,676
	<u>684,907</u>	<u>223,531</u>	<u>5,383</u>	<u>913,821</u>
At 31 August 2022	684,907	223,531	5,383	913,821
<b>NET BOOK VALUE</b>				
At 31 August 2022	<u>2,550,273</u>	<u>73,131</u>	<u>22,216</u>	<u>2,645,620</u>
At 31 August 2021	<u>2,610,577</u>	<u>88,871</u>	<u>-</u>	<u>2,699,448</u>

**13. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	31.8.22	31.8.21
	£	£
Trade debtors	3,159	1,800
Other debtors	658	-
Prepayments and accrued income	34,886	28,852
	<u>38,703</u>	<u>30,652</u>

**14. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	31.8.22	31.8.21
	£	£
Trade creditors	63,597	17,068
Social security and other taxes	30,842	25,851
Other creditors	16,262	14,958
Accruals and deferred income	26,409	6,558
	<u>137,110</u>	<u>64,435</u>

**Chaigeley Educational Foundation**

**Notes to the Financial Statements - continued  
for the Year Ended 31 August 2022**

**15. MOVEMENT IN FUNDS**

	At 1.9.21 £	Net movement in funds £	At 31.8.22 £
<b>Unrestricted funds</b>			
General fund	364,697	149,616	514,313
<b>Restricted funds</b>			
Restricted Fund	21,868	(16,114)	5,754
<b>Endowment funds</b>			
Endowment	2,610,577	(60,304)	2,550,273
<b>TOTAL FUNDS</b>	<u>2,997,142</u>	<u>73,198</u>	<u>3,070,340</u>

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
<b>Unrestricted funds</b>			
General fund	2,389,458	(2,239,842)	149,616
<b>Restricted funds</b>			
Restricted Fund	43,244	(59,358)	(16,114)
<b>Endowment funds</b>			
Endowment	-	(60,304)	(60,304)
<b>TOTAL FUNDS</b>	<u>2,432,702</u>	<u>(2,359,504)</u>	<u>73,198</u>

**Comparatives for movement in funds**

	At 1.9.20 £	Net movement in funds £	Transfers between funds £	At 31.8.21 £
<b>Unrestricted funds</b>				
General fund	304,339	78,103	(17,745)	364,697
<b>Restricted funds</b>				
Restricted Fund	7,709	14,159	-	21,868
<b>Endowment funds</b>				
Endowment	2,652,979	(60,147)	17,745	2,610,577
<b>TOTAL FUNDS</b>	<u>2,965,027</u>	<u>32,115</u>	<u>-</u>	<u>2,997,142</u>



**Chaigeley Educational Foundation**

**Notes to the Financial Statements - continued  
for the Year Ended 31 August 2022**

**15. MOVEMENT IN FUNDS - continued**

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
<b>Unrestricted funds</b>			
General fund	2,046,358	(1,968,255)	78,103
<b>Restricted funds</b>			
Restricted Fund	38,224	(24,065)	14,159
<b>Endowment funds</b>			
Endowment	-	(60,147)	(60,147)
<b>TOTAL FUNDS</b>	<u>2,084,582</u>	<u>(2,052,467)</u>	<u>32,115</u>

A current year 12 months and prior year 12 months combined position is as follows:

	At 1.9.20 £	Net movement in funds £	Transfers between funds £	At 31.8.22 £
<b>Unrestricted funds</b>				
General fund	304,339	227,719	(17,745)	514,313
<b>Restricted funds</b>				
Restricted Fund	7,709	(1,955)	-	5,754
<b>Endowment funds</b>				
Endowment	2,652,979	(120,451)	17,745	2,550,273
<b>TOTAL FUNDS</b>	<u>2,965,027</u>	<u>105,313</u>	<u>-</u>	<u>3,070,340</u>

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
<b>Unrestricted funds</b>			
General fund	4,435,816	(4,208,097)	227,719
<b>Restricted funds</b>			
Restricted Fund	81,468	(83,423)	(1,955)
<b>Endowment funds</b>			
Endowment	-	(120,451)	(120,451)
<b>TOTAL FUNDS</b>	<u>4,517,284</u>	<u>(4,411,971)</u>	<u>105,313</u>

Notes to the Financial Statements - continued  
for the Year Ended 31 August 2022

16. EMPLOYEE BENEFIT OBLIGATIONS

**Retirement Benefits**

The school participates in the Teachers' Pension Scheme ("the TPS") for its teaching staff and The Pensions Trust's Growth Plan for its non-teaching staff.

**Teachers' Pension Scheme**

The pension charge for the year includes contributions payable to the TPS of £139,086 (2021: £130,658) and at the year-end £16,262 (2021: £14,316) was accrued in respect of contributions to the scheme.

The TPS is an unfunded multi-employer defined benefits pension scheme governed by the Teachers' Pension Scheme Regulations 2014. Members contribute on a pay as you go basis with contributions from members and the employer being credited to the Exchequer. Retirement and other pension benefits are paid by public fund provided by Parliament. As this is a multi-employer scheme it is not possible or appropriate to consistently identify the liabilities of the TPS which are attributable to the school. Accordingly, the school accounts for this scheme as if it were a defined contribution scheme.

The employer contributions rate is set following scheme valuations undertaken by the Government Actuary Department. The actuarial valuation of the TPS pertaining to the financial periods including September 2019 to March 2023 was carried out using membership data 'as at' 31 March 2016. Following the scheme valuation as at 31 March 2016, employer contributions were increased to 23.6%. Employers also pay a charge equivalent to 0.08% of pensionable salary costs to cover administration expenses. Work on the next scheme valuation, based on data as at 31 March 2020, has commenced with any changes taking effect in April 2024.

The Teachers' Pensions Regulations require an annual account, the Teachers' Pension Budgeting and Valuation Account, to be kept of receipts and expenditure (including the cost of pension increases). From 1 April, the Account has been credited with a real rate of return, which is equivalent to assuming that the balance in the Account is invested in notional investments that produce that real rate of return. The latest set of accounts available are for the year ended 31st March 2022.

**The Pension Trust Growth Plan**

The Pensions Trust Growth Plan (the Plan) is funded and is not contracted-out of the State scheme. The Plan is a multi-employer pension plan.

Contributions paid into the Plan up to and including September 2001 were converted to defined amounts of pension payable from normal retirement date. From October 2001 contributions were invested in personal funds which have a capital guarantee and which are converted to pension on retirement, either within the Plan or by the purchase of an annuity.

The rules of the Plan give the Trustee the power to require employers to pay additional contributions in order to ensure that the statutory funding objective under the Pensions Act 2004 is met. The statutory funding objective is that a pension scheme should have sufficient assets to meet its past service liabilities, known as Technical Provisions.

The latest formal valuation of the Plan at 30 September 2021 and completed in 2022 was performed by a professionally qualified Actuary using the Projected Unit Method. The market value of the the Plan's assets at the valuation date was £10,740 million and the Plan's Technical Provisions (i.e past service liabilities) were £12,860 million. The valuation therefore revealed a shortfall of assets compared with the value of liabilities of £2,120 million, equivalent to a funding level of 83.5% on a Technical Provision valuation basis.

Chaigeley Educational Foundation paid contributions at the rate of 6% and totalling £44,465 (2021: £43,579) during the accounting period. Members paid contributions at a minimum rate of 5% during the accounting period. As at the balance sheet date there were 35 active members.

Pension costs for both schemes are met from unrestricted funds.

**Chaigeley Educational Foundation**

**Notes to the Financial Statements - continued  
for the Year Ended 31 August 2022**

**17. RELATED PARTY DISCLOSURES**

There were no related party transactions for the year ended 31 August 2022.

**18. FUNDS**

**Unrestricted Funds**

These funds, in the opinion of the Trustees, are free to use in accordance with the charitable objects.

**Restricted Funds**

These represents funds which have restrictions placed on them by donors, and the monies have not been fully expended in the year.

**Endowment Fund**

This comprises the land and buildings of Chaigeley School, used exclusively to further the objects of the Charity.