

Company Number: 00810136
Charity Number: 529216

MOORLANDS SCHOOL LIMITED

**ANNUAL REPORT
FOR THE 13 MONTHS TO
30 SEPTEMBER 2022**

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MOORLANDS SCHOOL LIMITED

ANNUAL REPORT FOR THE 13 MONTHS TO 30 SEPTEMBER 2022

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MOORLANDS SCHOOL LIMITED

ANNUAL REPORT FOR THE 13 MONTHS TO 30 SEPTEMBER 2022 REFERENCE AND ADMINISTRATIVE DETAILS

Name	Moorlands School Limited
Trustees	Mr A Wintersgill (resigned 31 st August 2022) Mr C Allen (resigned 31 st August 2022) Mr C L M Best (resigned 31 st August 2022) Mr S B Burnhill (resigned 31 st August 2022) Mrs A Cook Mr R S Drake (resigned 31 st August 2022) Rt Revd C P Edmondson (resigned 31 st August 2022) Mrs P M Essler (resigned 31 st August 2022) Mr R C Hemsley (resigned 31 st August 2022) Ms P Kaur Prof M Manogue (resigned 31 st August 2022) Mr S Morris (resigned 31 st August 2022) Mr M Pearman (resigned 31 st August 2022) Revd P Whittaker (resigned 31 st August 2022) Mrs G Wilson
Company number	00810136
Charity number	529216
Registered office	Foxhill Drive Weetwood Lane Leeds LS16 5PF
Key management Personnel	Miss J Atkinson, Head Mrs V L Bates, Bursar (resigned 31 st August 2022) Mrs E Eatock, Bursar (appointed 1 st August 2022) Mrs S Wheelhouse, Deputy Head Miss W Cooper, Head of Early Years Mr A Marshall, Assessment & Enrichment Co-ordinator
Bankers	HSBC Bank plc The Peak 333 Vauxhall Bridge Road Victoria London SW1H 0NJ
Solicitor	Pothecary Witham Weld 70 St George's Square London SW1V 3RD

MOORLANDS SCHOOL LIMITED

ANNUAL REPORT FOR THE 13 MONTHS TO 30 SEPTEMBER 2022 REFERENCE AND ADMINISTRATIVE DETAILS

Auditor RSM UK Audit LLP
25 Farringdon Street
London
EC4A 4AB

School Committee

The Trustees of Moorlands School Limited appoint a School Committee to whom they delegated responsibility for the day-to-day governance of the School. The School Committee during the period comprised of:

Mr A Wintersgill	Chair	G
Mr C Allen		A
Mr C L M Best		F
Mr S B Burnhill		E, F
Mrs A Cook		A, M
Mr R S Drake	Vice Chair	A, C, G
Rt Revd C P Edmondson		A, E
Mrs P M Essler		A, E, H, C, G
Mr R C Hemsley		F, G
Ms P Kaur		M
Prof M Manogue		E
Mr S Morris		E
Mr M Pearman		E, G
Revd P Whittaker	Chair of Moorlands Committee	M, Pr, A, C, G
Mrs G Wilson		M, E, C

Key to committees:

A	Audit Governance & Risk Committee
E	Education Committee
F	Finance & General Purpose Committee
G	Governors' Action Committee
H	Health & Safety Committee
M	Moorlands School Committee
Pr	Prep Schools Education Committee
C	Appeals & Complaints Committee

MOORLANDS SCHOOL LIMITED

REPORT OF THE TRUSTEES FOR THE 13 MONTHS TO 30 SEPTEMBER 2022

The trustees present their report and the financial statements of Moorlands School Limited (the charitable company) for the 13 months to 30 September 2022.

The financial statements have been prepared in accordance with the accounting policies set out in the notes to the financial statements and comply with the Charities Act 2011, the Companies Act 2006, the Memorandum and Articles of Association of the charitable company, and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019).

REFERENCE AND ADMINISTRATIVE DETAILS

Moorlands School Limited runs Moorlands School (the School) which was founded in 1898. The charitable company's reference and administrative details are presented on pages 2 and 3 of this annual report.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing Document

The charitable company is governed by its Memorandum and Articles of Association last updated on 30 November 2012. The Articles of Association were amended by a Special Resolution passed on 31 August 2017.

Governing Body and Organisational Structure

The School is administered by its governing body. During the 13 months to 30 September 2022, the Methodist Independent Schools Trust (registered charity no. 1142794) (MIST) was the sole member of the charitable company. Moorlands School Limited was the registered proprietor. The Governors of the School were also the Governors of Woodhouse Grove School, which is a School that is operated within MIST and with which the School has a close connection. The day to day governance was delegated to a group of individuals who form the School Committee. The Governors were legally responsible for the overall management and control of the School, and met at least three times a year. The running of the School was scrutinised by the School Committee in between these meetings. The work of implementing most of their policies was carried out by the members of the working committees, the membership of which is shown on page 3.

At 30 September 2022, the trade and assets of Moorlands School Limited, including the shares of the subsidiary Company (Moorlands School Enterprises Ltd) transferred to the Methodist Independent Schools Trust.

The day-to-day operation of the School was delegated to the Headteacher, supported by her Senior Management Team.

MOORLANDS SCHOOL LIMITED

REPORT OF THE TRUSTEES (Continued) FOR THE 13 MONTHS TO 30 SEPTEMBER 2022

The remuneration of key management personnel is set by the Governors, with the policy objective of providing appropriate incentives to encourage enhanced performance and rewarding them fairly and responsibly for their individual contributions to the School's success.

A number of criteria are used in setting pay including:

- nature of the role and responsibilities
- affordability
- competitor salaries in the area
- the sector average salary for comparable positions

This is kept under annual review.

Recruitment and training of governors

Governors are appointed by Methodist Independent Schools Trust. Appointments are for a period of three years which is renewable. The induction of new Governors is the responsibility of the Chair and the Clerk; an information pack of relevant documents is provided. The School is a member of the Association of Governing Bodies for Independent Schools which organises Governor training events. All Governors undertake safeguarding training.

Group structure and relationships

During the 13 months to 30 September 2022, the school operated in close conjunction with the Methodist Independent Schools Trust (MIST), its sole member. Consolidated accounts are prepared by MIST for all the Schools and the other funds under its control. The School also worked in association with a number of other independent Schools in England and Wales with a Methodist foundation on particular projects.

At 30 September 2022, the trade and assets of Moorlands School Limited transferred to the Methodist Independent Schools Trust. This included the shares of the subsidiary company; Moorlands School Enterprises Limited.

The School, through the Headteacher, is in membership of the Independent Association of Prep Schools (IAPS).

Auditor

RSM UK Audit LLP has indicated its willingness to continue in office.

MOORLANDS SCHOOL LIMITED

REPORT OF THE TRUSTEES (Continued) FOR THE 13 MONTHS TO 30 SEPTEMBER 2022

Statement as to disclosure of information to the auditor

So far as the trustees are aware, there is no relevant audit information of which the charitable company's auditor is unaware. Additionally, the trustees have taken all the necessary steps that they ought to have taken as trustees in order to make themselves aware of all relevant audit information and to establish that the charitable company's auditor is aware of that information.

OBJECTIVES AND ACTIVITIES

Charitable objects

The Methodist Church is engaged in education as part of its Christian mission in the world. Its Schools will look to extend the Methodist ethos and character and contribute to diversity in education.

Aims and intended impact

The aims of the School are set out in its mission statement. These are:

- To be a caring Christian family community committed to the development of the full potential of each individual having regard for their personal attributes in addition to their academic aspirations. The School makes available bursaries to give access to the education it provides for children of families who cannot afford its fees.
- To maintain high educational standards in all its academic, cultural and sporting activities, stimulating excitement in learning and requiring discipline in study, whatever the ability of the child.
- To work with and in the community it serves. The School co-operates with a wide range of organisations in endeavouring to widen access to the educational services as well as the sporting and cultural facilities provided by the School. Pupils are encouraged to be aware of their responsibilities to the local community, to the environment and of their role as global citizens.
- To worship as Christians in the Methodist tradition; to uphold Christian values in practice as well as in theory and to make religious education a strong feature of the curriculum, whilst welcoming members of other faiths (and none) in a spirit of openness and tolerance.
- To encourage pupils in a critical examination of the standards and values current in society and to discover and develop a personal faith to guide them throughout their lives.

MOORLANDS SCHOOL LIMITED

REPORT OF THE TRUSTEES (Continued) FOR THE 13 MONTHS TO 30 SEPTEMBER 2022

Objectives and strategies for the year

This year, the principle objectives were:

- Prioritise growth of numbers in EYFS, specifically Nursery for this academic year and Reception for September 2022
- Continue to build on staff IT skills gained during remote learning and integrate iSAMS into parent communication as well as utilising it fully for School management
- Build on work done over past academic year in ensuring that there is an effective assessment, tracking and reporting system in place for EYFS-Y6, in particular for recording/tracking teacher assessments using Classroom Monitor
- Focus on AG&T provision with KS1 and KS2

Embed new Lifeskills programme (Bushcraft/first aid/cookery/eco-awareness) as part of the KS2 curriculum and review Humanities subjects across the School

Bursary and grant making policy

Access to the education we offer should not be restricted to those who can afford our fees. Our bursary awards are important in helping to ensure that children from families who otherwise would not be able to afford the fees can access the education we offer. Bursary awards are available to all who meet the general entry requirements and are made solely on the basis of parental means or to relieve hardship where a pupil's education and future prospects would otherwise be at risk. In assessing means, we take into account nationally accepted criteria. Bursaries are awarded on a sliding scale in proportion to need, in exceptional circumstances full remission of fees can be awarded. The level of awards given in the year is set out in note 3 to the Accounts.

Volunteers

Parents help at the School, particularly by fundraising for specific projects, and this year the School has benefited from donations totalling £350 from the Moorlands School Association (MSA). The donations have been used to fund the travel to Christmas trips for the pupils. The MSA continue to save and raise funds to replace the sound and lighting equipment in the school gym and help refurbish this area.

Public benefit

The trustees have given careful consideration to the Charity Commission's guidance on public benefit and confirm that they have given due regard to this guidance. The School provides public benefit by:

- Providing education to 111 School age children during the year, an estimated saving to the public purse of c£701,442 (*calculated on the basis of the national average of £6,300 per head*)
- Providing means tested bursaries to those who would otherwise be unable to benefit from an independent education
- Broader use of facilities for educational and community purposes

MOORLANDS SCHOOL LIMITED

REPORT OF THE TRUSTEES (Continued) FOR THE 13 MONTHS TO 30 SEPTEMBER 2022

During the year the School's facilities were well utilised by the local community. A number of swimming Schools operate from the Moorlands' pool enabling children within the local community the opportunity to learn to swim, in addition, organisations offering children coaching in tennis, and rugby operate from the School site. The gym is also used for rehearsals by The White Rosettes, a female barbershop chorus. The school premises are also used during the holidays by United Education, who provide holiday club facilities for children aged between 5 and 11 and volunteering opportunities for children aged 15 to 16.

ACHIEVEMENTS AND PERFORMANCE

In the 13 months to 30 September 2022, Moorlands School awarded a total of £54,104 in the form of means tested Bursaries equivalent to 3.4% of annual fees; 15 students benefited from this form of assistance.

Of the 19 Year 6 pupils, 18 took selective entrance examinations for four different senior Schools (Woodhouse Grove, GSaL, Ashville and Gateways School). All were successful in gaining their first choice of School with seven of the children achieving eight scholarships / awards between them - including academic, sport, music, drama, Headmasters Award and all-round, although not all of the awards have been taken up:

Independent School Places accepted were:

- Woodhouse Grove School – 5 pupils
- Ashville College – 4 pupils
- GSaL – 5 pupils
- Gateways – 1 pupil

Four of the pupils took up places at state Schools:

- Leeds Jewish free School – 1 pupil
- Cardinal Heenan – 1 pupil
- Allerton High – 2 pupils

FINANCIAL REVIEW

The School's principal source of income is fee income. In the 12 months to 30 August 2022, Gift Aid from its trading subsidiary amount to £88,651 (2021: £24,254). All of the School's expenditure was spent in advancement of its charitable objectives.

At 30 September 2022, the trade and assets of Moorlands School Limited was transferred to the Methodist Independent Schools Trust.

MOORLANDS SCHOOL LIMITED

REPORT OF THE TRUSTEES (Continued) FOR THE 13 MONTHS TO 30 SEPTEMBER 2022

Reserves policy

The reserves policy of the group has been reviewed by Methodist Independent Schools Trust and that of the charity by its governors during the year. Free reserves are regarded as those unrestricted funds that have not been designated for any specific purpose. The value of land and buildings are excluded except to the extent that they have been used as collateral for loans and are shown as designated property funds.

Following the transfer of trade and assets to the Methodist Independent Schools Trust at 30 September 2022, Moorlands School Limited has reserves of £nil (£46,248 at 2021).

Principal risks and uncertainties

The Governing Body is responsible for the management of the risks faced by the School, and a formal review of the Charity's risk management processes is undertaken on an annual basis.

The Governors have assessed the major risks to which the School is exposed and are satisfied that systems are in place to mitigate the School's exposure to the major risks. Such risks are reviewed on a regular basis in order to mitigate any impact that they may have on the School in the future.

The governors consider that the major risks to which the School is currently exposed include:

- Safeguarding and compliance regulations
- Impact of Charity Law and application by the Charity Commission
- Loss of key members of staff
- Fee income levels inadequate as a result of a decrease in pupil roll
- Change in political climate re Independent Schools
- Major disaster /Impact of reputational risk

The key controls include:

- Close monitoring of major risks
- Continued use of Bursaries to mitigate political comment
- Careful selection of new Governors
- Formal agenda and minutes to support decisions of the Moorlands Committee and Governing Body activities
- Financial budgeting and management accounting
- Clear organisational structure and lines of reporting
- Formal written policies
- Safeguarding and vetting procedures as required by law for the protection of vulnerable children and adults
- Risk assessments for individual activities and departments

MOORLANDS SCHOOL LIMITED

REPORT OF THE TRUSTEES (Continued) FOR THE 13 MONTHS TO 30 SEPTEMBER 2022

Going concern

On 30 September 2022, the trade and assets of the charitable company were transferred to Methodist Independent Schools Trust, the charitable company's ultimate parent undertaking. The charitable company ceased to trade from that date. The directors intend to liquidate the company on the completion of a number of formalities.

Therefore the financial statements for the period to 30 September 2022 are prepared on a non-going concern basis due to the company ceasing to trade during the year. No adjustments arise as a result of ceasing to apply the going concern basis of accounting.

This report was approved by the trustees on 15 December 2022 and is signed on their behalf by:

Mrs G Wilson
Chair of Governors



MOORLANDS SCHOOL LIMITED

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees (who are also the directors of Moorlands School Limited for the purposes of company law) are responsible for preparing the report of the trustees and the financial statements in accordance with applicable law and regulations.

Company law requires the trustees to prepare financial statements for each financial year. Under that law, the trustees have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law, the trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and its group and of the group's income and expenditure for that period. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company and its group will continue in business.

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

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS AND TRUSTEES OF MOORLANDS SCHOOL LIMITED

Opinion

We have audited the financial statements of Moorlands School Limited (the 'charitable company') for the period ended 30 September 2022 which comprise the Statement of Financial Activities, the Balance Sheet, the Statement of Cash Flows and notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 30 September 2022 and of its incoming resources and application of resources, including its income and expenditure, for the period then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

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

Emphasis of matter – Non-going concern basis of accounting

We draw attention to Note 1 of the financial statements which describes the preparation of the financial statements on a non-going concern basis. As described in Note 1, the Charitable company ceased trading during the period with the transfer of trade and assets to its ultimate parent entity at 30 September 2022 and the trustees have concluded that it is no longer appropriate to prepare the financial statements on a going concern basis.

There have been no adjustments made to the financial statements as a result of the application of the non-going concern basis of accounting, but as part of the transfer the loan amount owed to Methodist Independent Schools Trust of £1,083,170 was forgiven. Our opinion is not modified in respect of this matter.

Other information

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

Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS AND TRUSTEES OF MOORLANDS SCHOOL LIMITED

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 Trustees' Report, which includes the Directors' Report prepared for the purposes of company law, for the financial period for which the financial statements are prepared is consistent with the financial statements; and
- the Directors' Report included within the Trustees' Report has been prepared in accordance with applicable legal requirements.

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 Directors' Report included within the Trustees' Report.

We have nothing to report in respect of the following matters where the Companies Act 2006 and the Charities Act 2011 require 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 in preparing the Trustees' Report.

Responsibilities of trustees

As explained more fully in the Statement of Trustees' responsibilities set out on page 11, 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.

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

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS AND TRUSTEES OF MOORLANDS SCHOOL LIMITED

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 the audit was considered capable of detecting irregularities, including fraud

Irregularities are instances of non-compliance with laws and regulations. The objectives of our audit are to obtain sufficient appropriate audit evidence regarding compliance with laws and regulations that have a direct effect on the determination of material amounts and disclosures in the financial statements, to perform audit procedures to help identify instances of non-compliance with other laws and regulations that may have a material effect on the financial statements, and to respond appropriately to identified or suspected non-compliance with laws and regulations identified during the audit.

In relation to fraud, the objectives of our audit are to identify and assess the risk of material misstatement of the financial statements due to fraud, to obtain sufficient appropriate audit evidence regarding the assessed risks of material misstatement due to fraud through designing and implementing appropriate responses and to respond appropriately to fraud or suspected fraud identified during the audit.

However, it is the primary responsibility of management, with the oversight of those charged with governance, to ensure that the entity's operations are conducted in accordance with the provisions of laws and regulations and for the prevention and detection of fraud.

In identifying and assessing risks of material misstatement in respect of irregularities, including fraud, the audit engagement team:

- obtained an understanding of the nature of the sector, including the legal and regulatory framework that the charitable company operates in and how the charitable company is complying with the legal and regulatory framework;
- inquired of management, and those charged with governance, about their own identification and assessment of the risks of irregularities, including any known actual, suspected or alleged instances of fraud;
- discussed matters about non-compliance with laws and regulations and how fraud might occur including assessment of how and where the financial statements may be susceptible to fraud.

As a result of these procedures we consider the most significant laws and regulations that have a direct impact on the financial statements are FRS 102, Charities SORP (FRS 102), Companies Act 2006, Charities Act 2011, the charitable company's governing document, tax legislation and Charities (Protection and Social Investment) Act 2016. We performed audit procedures to detect non-compliances which may have a material impact on the financial statements which included reviewing the financial statements including the Trustees' Report and remaining alert to new or unusual transactions which may not be in accordance with the governing documents.

The most significant laws and regulations that have an indirect impact on the financial statements are The Education (Independent School Standards) Regulations 2014, Keeping Children Safe in Education under section 175 of the Education Act 2002, and the UK General Data Protection Regulation (UK GDPR). We performed audit procedures to inquire of management and those charged with governance whether the charitable company is in compliance with these law and regulations and inspected correspondence with regulatory authorities.

The audit engagement team identified the risk of management override of controls as the area where the financial statements were most susceptible to material misstatement due to fraud. Audit procedures

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS AND TRUSTEES OF MOORLANDS SCHOOL LIMITED

performed included but were not limited to testing manual journal entries and other adjustments and evaluating the business rationale in relation to significant, unusual transactions and transactions entered into outside the normal course of business, and challenging judgments and estimates applied throughout the financial statements.

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

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 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 auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

RSM UK Audit LLP

Nicholas Sladden (Senior Statutory Auditor)
For and on behalf of RSM UK AUDIT LLP, Statutory Auditor
Chartered Accountants
25 Farrington Street
London
EC4A 4AB

Date.....15 December 2022

MOORLANDS SCHOOL LIMITED

STATEMENT OF FINANCIAL ACTIVITIES

(including an income and expenditure account)

FOR THE 13 MONTHS TO 30 SEPTEMBER 2022

		Unrestricted funds	Restricted funds	Total 13 month Period to 30 September 2022	Total 2021
	Notes	£	£	£	£
INCOME AND ENDOWMENTS FROM:					
Donations and legacies		31,420	-	31,420	3,538
Charitable activities:					
School fees	4	1,524,191	-	1,524,191	1,422,038
Other educational income	5	93,030	-	93,030	13,242
Other trading activities:					
Trading	6	88,651	-	88,651	24,254
Investments:					
Bank and other interest		3,279	-	3,279	449
Other		122,852	-	122,852	17,444
TOTAL		<u>1,863,423</u>	<u>-</u>	<u>1,863,423</u>	<u>1,480,965</u>
EXPENDITURE ON:					
Raising funds	7	-	-	-	(3,538)
Charitable activities	7	(1,784,246)	-	(1,784,246)	(1,473,078)
TOTAL		<u>(1,784,246)</u>	<u>-</u>	<u>(1,784,246)</u>	<u>(1,476,616)</u>
NET INCOME		<u>79,177</u>	<u>-</u>	<u>79,177</u>	<u>4,349</u>
Other recognised gains/losses:					
Loss on disposal of business	3	(32,929)	-	(32,929)	-
NET MOVEMENT IN FUNDS		<u>46,248</u>	<u>-</u>	<u>46,248</u>	<u>4,349</u>
RECONCILIATION OF FUNDS:					
Total funds brought forward		(46,248)	-	(46,248)	(50,597)
TOTAL FUNDS CARRIED FORWARD	18	<u>-</u>	<u>-</u>	<u>-</u>	<u>(46,248)</u>

MOORLANDS SCHOOL LIMITED

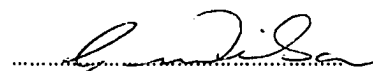
Company Number: 00810136

**BALANCE SHEET
AS AT 30 SEPTEMBER 2022**

	Notes	2022 £	2021 £
FIXED ASSETS:			
Tangible assets	11	-	809,023
Investments	12	-	1,000
		-	810,023
CURRENT ASSETS:			
Debtors	13	-	34,807
Cash at bank and in hand		-	377,900
		-	412,707
LIABILITIES:			
Creditors: Amounts falling due within one year	14	-	(185,809)
		-	-
NET CURRENT ASSETS		-	226,898
TOTAL ASSETS LESS CURRENT LIABILITIES		-	1,036,921
Creditors: Amounts falling due after more than one year	15	-	(1,083,170)
NET LIABILITIES		-	(46,249)
THE FUNDS OF THE CHARITY:			
Unrestricted funds		-	(46,248)
TOTAL CHARITY FUNDS		-	(46,248)

The Charity surplus for the 13 months to 30 September 2022 was £79,177 (2021: £4,349 surplus for 12 months to 31 August 2021), before the transfer of trade and assets.

The financial statements were approved by the board of trustees and authorised for issue on 15 December 2022 and are signed on its behalf by:



Mrs G Wilson
Chair of Governors

MOORLANDS SCHOOL LIMITED

**STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED 30 SEPTEMBER 2022**

	13 month Period to 30 September 2022 £	2021 £
CASH FLOW FROM OPERATING ACTIVITIES:		
Net income from the reporting period (as per statement of financial activities)	79,177	4,349
Adjustments for:		
Depreciation charges	59,583	57,085
Dividends, interest and rents from investments	(3,279)	(449)
Interest payable	27,532	42,352
Decrease in debtors	35,807	7,078
Decrease in creditors	(1,298,996)	(4,969)
NET CASH PROVIDED BY OPERATING ACTIVITIES	(1,100,176)	105,446
CASH FLOWS FROM INVESTING ACTIVITIES:		
Dividends, interest and rents from investments	3,279	449
Purchase of property, plant and equipment	(40,305)	-
Loss on disposal of fixed assets	789,746	-
Loss on disposal on business	(32,929)	-
NET CASH USED IN OPERATING ACTIVITIES	719,791	449
CASH FLOWS FROM FINANCING ACTIVITIES:		
New fees in advance money	30,017	(40,490)
Finance Lease	-	-
Interest payable	(27,532)	(42,352)
NET CASH USED IN FINANCING ACTIVITIES	2,485	(82,842)
CHANGE IN CASH AND CASH EQUIVALENTS IN THE REPORTING PERIOD	(377,900)	23,053
Cash and cash equivalents at the beginning of the reporting period	377,900	354,847
CASH AND CASH EQUIVALENTS AT THE END OF THE REPORTING PERIOD	0	377,900
ANALYSIS OF CASH AND CASH EQUIVALENTS		
Cash at bank and in hand	-	377,900

MOORLANDS SCHOOL LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE 13 MONTHS TO 30 SEPTEMBER 2022

1 Accounting policies

Company information

Moorlands School Limited is a private company limited by guarantee incorporated in England and Wales. The registered office is Moorlands School, Foxhill Drive, Weetwood Lane, Leeds LS16 5PF.

The company's principal activity is disclosed in the report of the trustees.

Accounting convention

The financial statements have been prepared in accordance with the accounting policies set out below, under the historical cost convention (except as modified for the annual revaluation of fixed asset investments) and comply with the Charities Act 2011, the Companies Act 2006, the Memorandum and Articles of Association of the charitable company, and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019). The charitable company meets the definition of a public benefit entity under FRS 102.

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

The principal accounting policies are set out below.

Going concern

On 30 September 2022, the trade and assets of the charitable company were transferred to Methodist Independent Schools Trust, the charitable company's ultimate parent undertaking, at NBV for nil consideration. The charitable company ceased to trade from that date. The directors intend to liquidate the company on the completion of a number of formalities.

Therefore the financial statements for the period to 30 September 2022 are prepared on a non-going concern basis due to the company ceasing to trade during the year. No adjustments arise as a result of ceasing to apply the going concern basis of accounting. As part of the transfer, the loan amount owed to Methodist Independent Schools Trust of £1,083,170 was forgiven.

MOORLANDS SCHOOL LIMITED

NOTES TO THE FINANCIAL STATEMENTS (Continued) FOR THE 13 MONTHS TO 30 SEPTEMBER 2022

1 Accounting policies (Continued)

Reduced disclosures for subsidiaries

As a qualifying entity within the meaning of FRS 102, the charitable company has chosen to take advantage in its individual financial statements of the following disclosure exemptions: Section 7 - Presentation of a statement of cash flows, related notes and disclosures.

Income

School fees and other educational income receivable are accounted for in the period in which the service is provided. Fees receivable are stated after deducting allowances and other remissions allowed by the school. Other educational income consists of extras, optional subjects and ancillaries charged to pupils.

Scholarship and bursary awards from restricted and designated funds are included as expenditure in the period for which they are given. Scholarships, bursaries and allowances from the general fund towards school fees are treated as a reduction in the fees.

All other types of income are accounted for on an accruals basis and recognised in the statement of financial activities when earned by the charitable company.

Donations and legacies are accounted for as and when the charitable company has entitlement, the amount involved can be reliably quantified and a transfer of economic benefit to the charitable company is probable.

Expenditure

Expenditure is recognised as soon as a liability is considered probable, discounted to present value for longer-term liabilities. Expenditure is accounted for on an accruals basis, inclusive of irrecoverable VAT. Costs of raising funds are those costs incurred in attracting voluntary income, together with those costs incurred in trading activities that raise funds. Charitable activities comprise expenditure associated with teaching and school activities and include both direct and support costs.

Governance costs are those incurred in the governance of the charitable company and its assets and are mainly associated with constitutional and statutory requirements.

Lease rentals payable in respect of assets held under operating leases are charged to the statement of financial activities as they fall due.

MOORLANDS SCHOOL LIMITED

NOTES TO THE FINANCIAL STATEMENTS (Continued) FOR THE 13 MONTHS TO 30 SEPTEMBER 2022

1 Accounting policies (Continued)

Employee benefits - Pensions

Retirement benefits to employees of the charitable company are provided by the Teachers' Pension Scheme (TPS) in respect of teaching staff and The Pensions Trust Growth Plan (TPTGP) in respect of all other staff.

The TPS is an unfunded scheme and contributions are calculated so as to spread the cost of pensions over employees' working lives with the charitable company in such a way that the pension cost is a substantially level percentage of current and future pensionable payroll. The contributions are determined by the Government Actuary on the basis of quadrennial valuations using a projected unit method. The TPS is a multi-employer scheme but there is insufficient information available to use defined benefit accounting.

The TPTGP is a multi-employer plan which is a money purchase scheme with guaranteed benefits. The charitable company contributes at various rates on an employee by employee basis. It is not possible for the charitable company to obtain sufficient information to enable it to account for the TPTGP as a defined benefit scheme.

The TPS and the TPTGP are therefore treated as a defined contribution schemes for accounting purposes and the contributions are recognised in the period to which they relate. Differences between contributions payable in the year and contributions actually paid are shown as either accruals or prepayments.

Employee benefits - Other

Short term employment benefits including holiday pay are recognised as an expense in the period in which the services are received from the employee involved. Termination benefits are accounted for on an accrual basis as and when employment ceases.

Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost net of depreciation and any impairment losses. Depreciation is recognised so as to write off the cost of assets, other than land, less their residual values over their useful lives on the following basis:

New buildings	2% on cost
Building improvements	10% on cost
Fixtures and equipment	10% to 20% on cost

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is credited or charged to the statement of financial activities.

MOORLANDS SCHOOL LIMITED

NOTES TO THE FINANCIAL STATEMENTS (Continued) FOR THE 13 MONTHS TO 30 SEPTEMBER 2022

1 Accounting policies (Continued)

Investments

The charitable company's investments are included in the balance sheet at cost.

Fund accounting

The general fund comprises the accumulated surpluses of unrestricted income over expenditure, which are available for use in furtherance of the general objectives of the charitable company.

Designated funds are a particular form of unrestricted funds consisting of amounts, which have been allocated or designated for specific purposes by the trustees. The use of designated funds remains at the discretion of the trustees.

Restricted funds are funds subject to specific conditions imposed by donors. The purpose and use of the restricted funds are set out in the notes to the financial statements. Amounts unspent at the year end are carried forward in the balance sheet.

Cash and cash equivalents

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

Financial instruments

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

Financial instruments are recognised when the charitable company becomes party to the contractual provisions of the instrument.

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

MOORLANDS SCHOOL LIMITED

NOTES TO THE FINANCIAL STATEMENTS (Continued) FOR THE 13 MONTHS TO 30 SEPTEMBER 2022

1 Accounting policies (Continued)

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.

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 charitable company after deducting all of its liabilities.

Basic financial liabilities

Basic financial liabilities, including trade and other payables, and loans from group undertakings, 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 method.

Finance Leases

An asset and corresponding liability are recognised for leasing agreements that transfer to the Company substantially all of the risks and rewards incidental to ownership ("finance leases"). The amount capitalised is the fair value of the leased asset or, if lower, the present value of the minimum lease payment payable during the lease term, both determined at inception of the lease. Lease payments are treated as consisting of capital and interest elements. The interest is charged to surplus or deficit so as to produce a constant periodic rate of interest on the remaining balance of the liability. Contingent rents are expensed as incurred.

Operating Leases

All other leases are operating leases and the annual rentals are charged to surplus or deficit on a straight line basis over the lease term.

Rent free periods or other incentives received for entering into an operating lease are accounted for as a reduction to the expenses and are recognised, on a straight-line basis over the lease term.

MOORLANDS SCHOOL LIMITED

NOTES TO THE FINANCIAL STATEMENTS (Continued) FOR THE 13 MONTHS TO 30 SEPTEMBER 2022

2 Critical accounting estimates and areas of judgement

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

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

Critical areas of judgement

In addition to the trustees' assessment of the going concern status of the charitable company, the following other specific judgements, estimates and assumptions were critical to the preparation of these financial statements:

Useful economic lives of tangible fixed assets

The annual depreciation charge for tangible fixed assets is sensitive to changes in the estimated useful economic lives and residual values of the assets. Useful economic lives and residual values are reviewed annually and reassessed where necessary to better reflect the actual usage of the assets involved.

Provision of fee debtors

The trustees consider whether fee debtors are recoverable. Where there is an indication that recoverability is unlikely, the amounts involved are recognised as a provision for bad debts. This assessment requires an estimation of future likely cash flows in order to calculate the appropriate amount of any provision.

Pension contributions

The charitable company has an obligation to make employer contributions to the pension schemes of which its employees are members. The cost of providing pension benefits and the present value of the obligations of the charitable company as an employer depends upon a number of factors, including life expectancy, salary increases, asset valuations and discount rates.

MOORLANDS SCHOOL LIMITED

NOTES TO THE FINANCIAL STATEMENTS (Continued) **FOR THE 13 MONTHS TO 30 SEPTEMBER 2022**

3 Sale of business and discontinued operations

At 30 September 2022, the trade and assets of Moorlands School Limited, including the shares of the subsidiary Company (Moorlands School Enterprises Ltd) transferred to the Methodist Independent Schools Trust. The transfer was completed for a cash consideration of £Nil. The assets and liabilities of Moorlands School Limited at the date of disposal were:

	£
Tangible assets	789,746
Investments	1,000
Trade and other debtors	319,049
Cash and cash equivalents	508,444
Total assets	<u>1,618,239</u>
Trade and other payables	(502,140)
Amounts owed	(1,083,170)
Total liabilities	<u>(1,585,310)</u>
Net Assets	<u>32,929</u>

4 School fees

	13 month Period to 30 September 2022 £	2021 £
Gross school fees chargeable	1,603,251	1,544,687
Less: Bursaries awarded to pupils	(54,104)	(80,006)
Staff, sibling and other discounts and allowances	(24,956)	(42,644)
	<u>1,524,191</u>	<u>1,422,038</u>

5 Other educational income

	13 month Period to 30 September 2022 £	2021 £
Fees charged for optional subjects and pupils' extras	93,030	13,242
	<u>93,030</u>	<u>13,242</u>

MOORLANDS SCHOOL LIMITED

NOTES TO THE FINANCIAL STATEMENTS (Continued) FOR THE 13 MONTHS TO 30 SEPTEMBER 2022

6 Income from trading activities

The charitable company owned all of the issued share capital, being 1,000 ordinary shares of £1 each, in Moorlands School Enterprises Limited, a company incorporated in England and Wales, until 30 September 2022, when the subsidiary was part of the transfer of trade and assets to Methodist Independent Schools Trust.

Moorlands School Enterprises Limited is engaged in activities relating to and in support of the school, and donates its taxable profits to the charitable company under Gift Aid each year, as summarised below.

	2022 £	2021 £
Gift Aid from Moorlands School Enterprises Limited	88,651	24,254
	<u>88,651</u>	<u>24,254</u>

				13 month Period to 30 September	
7	Analysis of expenditure	Staff costs	Depreciation	Other	2022 Total
		£	£	£	2021 Total £
	Restricted	-	-	-	3,538
	Unrestricted				
	Raising funds:				
	Fundraising costs	-	-	-	5,145
	Charitable activities:				
	Teaching costs	838,280	23,571	113,245	872,192
	Welfare costs	45,335	-	62,929	71,672
	Premises costs	98,281	36,012	312,763	308,669
	Support costs	71,707	-	105,628	126,205
	Governance costs	-	-	29,013	38,930
	Charitable publicity costs	-	-	16,096	13,058
	Finance costs	-	-	31,386	42,352
		<u>1,053,604</u>	<u>59,583</u>	<u>671,060</u>	<u>1,481,761</u>

MOORLANDS SCHOOL LIMITED

NOTES TO THE FINANCIAL STATEMENTS (Continued)
FOR THE 13 MONTHS TO 30 SEPTEMBER 2022

	13 month Period to 30 September	
	2022	2021
	£	£
8 Governance costs		
Auditor's remuneration	5,345	5,292
Other costs	23,668	33,638
	<u>29,013</u>	<u>38,930</u>

Other governance costs are inclusive of the share of the annual assessment by the Methodist Independent Schools Trust, which is expended on governance matters.

	13 month Period to 30 September	
	2022	2021
	£	£
9 Net income		
Net income for the year is stated after charging:		
Amounts payable under operating leases	15,378	7,543
Depreciation on tangible fixed assets	59,583	57,085
Interest payable on loans	27,532	29,203
Auditor's remuneration:		
Audit of the financial statements	5,345	5,292
Other services	-	-
	<u>-</u>	<u>-</u>

	13 month Period to 30 September	
	2022	2021
	£	£
10 Staff costs		
The aggregate staff costs during the period comprised:		
Wages and salaries	861,769	830,718
Social security costs	74,810	62,500
Defined benefit pension costs	117,025	98,265
	<u>1,053,604</u>	<u>991,483</u>

	13 month Period to 30 September	
	2022	2021
	No.	No.
The average number of employees during the period comprised:		
Teaching staff	25	27
Other staff	12	13
	<u>37</u>	<u>40</u>

MOORLANDS SCHOOL LIMITED

NOTES TO THE FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED 13 MONTHS TO 30 SEPTEMBER 2022

10 Staff costs (Continued)

	13 month Period to 30 September 2022 No.	2021 No.
The average number of employees during the period on the full time equivalent basis comprised:		
Teaching staff	19	21
Other staff	10	10
	<u>29</u>	<u>31</u>

	13 month Period to 30 September 2022 No.	2021 No.
The number of employees whose emoluments exceeded £60,000 during the period were as follows:		
£60,001 - £70,000	<u>1</u>	<u>1</u>

In respect of employees whose emoluments exceeded £60,000 during the period, total pension contributions payable during the period amounted to £17,536 (2021: £16,470).

The key management personnel of the charitable company are the governors and the senior management team of the school. The governors received no remuneration for their services in the current or previous year and were also not reimbursed for any expenses incurred during the current or previous year. The aggregate remuneration of the other key management personnel, including employer's national insurance contributions, for the 13 months to 30 September 2022 was £269,609 (2021: £242,715).

MOORLANDS SCHOOL LIMITED

NOTES TO THE FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED 13 MONTHS TO 30 SEPTEMBER 2022

11 Tangible assets	Land and buildings £	Fixtures and equipment £	Total £
Charity			
Cost:			
As at 1 September 2021	1,391,809	193,018	1,584,826
Additions	-	40,305	40,305
Disposals	-	(2,128)	(2,128)
Disposal on sale of business	(1,391,809)	(231,195)	(1,623,004)
As at 30 September 2022	-	-	-
Depreciation:			
As at 1 September 2021	655,548	120,255	775,803
Charged for the period	36,012	23,571	59,583
Disposals	-	(2,128)	(2,128)
Disposal on sale of business	(691,560)	(141,699)	(833,258)
As at 30 September 2022	-	-	-
Net book value:			
As at 30 September 2022	-	-	-
As at 31 August 2021	736,261	72,762	809,023

Some of the charity's tangible fixed assets have been funded by finance lease and hire purchase contracts. During the period, depreciation of £Nil (2021: £nil) was charged in respect of those assets, and at the balance sheet date, the net book value of those assets amounted to £Nil (2021: £nil).

The charitable company's land and buildings comprise the freehold premises of the school.

MOORLANDS SCHOOL LIMITED

NOTES TO THE FINANCIAL STATEMENTS (Continued) FOR THE 13 MONTHS TO 30 SEPTEMBER 2022

12 Investments

The charitable company owned all of the issued share capital, being 1,000 ordinary shares of £1 each, in Moorlands School Enterprises Limited, a company incorporated in England and Wales, until 30 September 2022, when the subsidiary was part of the transfer of trade and assets to Methodist Independent Schools Trust.

Moorlands School Enterprises Limited is engaged in activities relating to and in support of the school, and donates its taxable profits to the charitable company under Gift Aid each year, as summarised below.

13 Debtors

	2022	2021
	£	£
Amounts falling due within one year:		
Fee debtors	-	2,460
Amounts owed by group undertakings	-	23,254
Other debtors	-	1,705
Prepayments and accrued income	-	7,388
	<u>-</u>	<u>34,807</u>

14 Creditors: Amounts falling due within one year

	2022	2021
	£	£
Deposits (note 15)	-	38,750
Prepaid fees (note 15)	-	62,691
Composition fees (note 15)	-	19,941
Trade creditors	-	26,275
Taxation and social security costs	-	25,240
Other creditors	-	865
Accruals	-	12,048
	<u>-</u>	<u>185,809</u>

MOORLANDS SCHOOL LIMITED

NOTES TO THE FINANCIAL STATEMENTS (Continued) **FOR THE 13 MONTHS TO 30 SEPTEMBER 2022**

15 Creditors: Amounts falling due after more than one year

	Due within 1 to 2 years £	Due within 2 to 5 years £	Due after 5 years £	2022 Total £	2021 Total £
Loans (note 17)	-	-	-	-	1,083,170
	-	-	-	-	1,083,170

16 Deferred income

Prepaid fees and deposits

Parents pay for fees in advance and provide deposits to secure places for pupils.
Movements during the period were as follows:

	2022 £
Balance brought forward at 1 September 2021	101,441
Amounts received during the period	109,855
Amounts recognised as income during the period	(59,897)
Amounts repaid to parents during the period	-
Transfer of all assets and liabilities to MIST at 30 Sept 2022	(151,399)
Balance carried forward at 30 September 2022	-

Composition fees

Parents may enter into a contract to pay to the school for tuition fees in advance.
The money may be returned subject to specific conditions. Movements during the year were as follows:

	2022 £
Balance brought forward at 1 September 2021	19,941
Amounts recognised as income during the period	(19,941)
Balance carried forward at 30 September 2022	-

MOORLANDS SCHOOL LIMITED

NOTES TO THE FINANCIAL STATEMENTS (Continued)
FOR THE 13 MONTHS TO 30 SEPTEMBER 2022

17 Loans

The charitable company had been provided with loan funding from the Methodist Independent Schools Trust (MIST). The loan was forgiven as part of the transfer of business on 30 September 2022, and therefore the carrying value is £nil (2021: £1,083,170).

18 The funds of the charity

	Balance at 1 September 2021 £	Income £	Expenditure £	Other £	Balance at 30 September 2022 £
Restricted income funds	-	-	-	-	-
Unrestricted funds:					
Revaluation reserves	395,228	-	-	-	395,228
General fund	(441,476)	1,863,423	(1,784,246)	(32,929)	(395,228)
	<u>(46,248)</u>	<u>1,863,423</u>	<u>(1,784,246)</u>	<u>(32,929)</u>	<u>(0)</u>
Total funds of the charity	<u>(46,248)</u>	<u>1,863,423</u>	<u>(1,784,246)</u>	<u>(32,929)</u>	<u>(0)</u>

Analysis of net assets between funds

	Fixed assets £	Net current assets / (liabilities) £	Long term liabilities £	Total £
Charity				
Unrestricted funds	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

19 Financial instruments

	2022 £	2021 £
Carrying amount of financial assets:		
Equity instruments measured at fair value	-	1,000
Debt instruments measured at amortised cost	-	293,602
Carrying amount of financial liabilities:		
Measured at amortised cost	-	(1,123,357)

MOORLANDS SCHOOL LIMITED

NOTES TO THE FINANCIAL STATEMENTS (Continued) FOR THE 13 MONTHS TO 30 SEPTEMBER 2022

20 Operating lease commitments

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

	2022	2021
	£	£
Within one year	-	7,543
Between one and two years	-	1,451
Between two and five years	-	-
	<u>-</u>	<u>8,994</u>

21 Pensions

Retirement benefits to employees of the charitable company are provided by the Teachers' Pension Scheme (TPS) in respect of teaching staff and The Pensions Trust Growth Plan (TPTGP) in respect of all other staff.

The School participates in the Teachers' Pension Scheme ("the TPS") for its teaching staff.

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 2016 and the Valuation Report, which was published in March 2019, confirmed that the employer contribution rate for the TPS would increase from 16.4% to 23.6% from 1 September 2019. Employers are also required to pay a scheme administration levy of 0.08% giving a total employer contribution rate of 23.68%.

The 31 March 2016 Valuation Report was prepared in accordance with the benefits set out in the scheme regulations and under the approach specified in the Directions, as they applied at 5 March 2019. However, the assumptions were considered and set by the Department for Education prior to the ruling in the 'McCloud/Sargeant case'. This case has required the courts to consider cases regarding the implementation of the 2015 reforms to Public Service Pensions including the Teachers' Pensions.

MOORLANDS SCHOOL LIMITED

NOTES TO THE FINANCIAL STATEMENTS (Continued) FOR THE 13 MONTHS TO 30 SEPTEMBER 2022

21 Pensions (Continued)

On 27 June 2019 the Supreme Court denied the government permission to appeal the Court of Appeal's judgment that transitional provisions introduced to the reformed pension schemes in 2015 gave rise to unlawful age discrimination. The government is respecting the Court's decision and has said it will engage fully with the Employment Tribunal as well as employer and member representatives to agree how the discriminations will be remedied. The government announced on 4 February 2021 that it intends to proceed with a deferred choice underpin under which members will be able to choose either legacy or reformed scheme benefits in respect of their service during the period between 1 April 2015 and 31 March 2022 at the point they become payable.

The TPS is subject to a cost cap mechanism which was put in place to protect taxpayers against unforeseen changes in scheme costs. The Chief Secretary to the Treasury, having in 2018 announced that there would be a review of this cost cap mechanism, in January 2019 announced a pause to the cost cap mechanism following the Court of Appeal's ruling in the McCloud/Sargeant case and until there is certainty about the value of pensions to employees from April 2015 onwards. The pause was lifted in July 2020, and a consultation was launched on 24 June on proposed changes to the cost control mechanism following a review by the Government Actuary. Following a public consultation, the Government have accepted three key proposals recommended by the Government Actuary, and are aiming to implement these changes in time for the 2020 valuations.

In view of the above rulings and decisions the assumptions used in the 31 March 2016 Actuarial Valuation may become inappropriate. In this scenario, a valuation prepared in accordance with revised benefits and suitably revised assumptions would yield different results than those contained in the Actuarial Valuation.

Until the cost cap mechanism revision is completed it is not possible to conclude on any financial impact or future changes to the contribution rates of the TPS. Accordingly no provision for any additional past benefit pension costs is included in these financial statements.

The TPS is a multi-employer pension plan and there is insufficient information to account for the scheme as a defined benefit plan so it is accounted for as a defined contribution plan.

The TPTGP is a multi-employer plan which is a money purchase scheme with guaranteed benefits. The charitable company contributes at various rates on an employee by employee basis. It is not possible for the charitable company to obtain sufficient information to enable it to account for the TPTGP as a defined benefit scheme.

The TPTGP is classified as a "last man standing arrangement". Therefore, the charitable company is potentially liable for other participating employers' obligations if those employers are unable to meet their share of the scheme deficit following withdrawal from the scheme. Participating employers are legally required to meet their share of the scheme deficit on an annuity purchase basis on withdrawal from the scheme. If the charitable company were to withdraw from the scheme it would have a liability, which at 30th September 2018 would have been £6,533 (2017: £7,274). There is however no plan to leave the scheme so this contingent liability has not been provided for in the financial statements.

MOORLANDS SCHOOL LIMITED

NOTES TO THE FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED THE 13 MONTHS TO 30 SEPTEMBER 2022

21 Pensions (Continued)

A full actuarial valuation for the TPTGP was carried out at 30 September 2018. This valuation showed a deficit of £113 million. To eliminate this funding shortfall, some participating employers have been asked to pay additional contributions. Contributions to pension schemes were made for all of the charitable company's employees at the standard rates applicable to the schemes involved. Contributions to the TPS amounted to £107,170 (2021: £90,271) during the 13 months and contributions to the TPTGP amounted to £9,854 (2021: £7,814) during the year. At the balance sheet date, normal monthly pension contributions were outstanding and included in creditors of £12,715.32 (2021: £9,421) relating to the TPS and £1,885 (2021: £1,539) relating to the TPTGP.

22 Control

The charitable company's immediate and ultimate parent undertaking and controlling party is the Methodist Independent Schools Trust (MIST), a charitable company incorporated and registered in England and Wales. The company number for MIST is 07649422 and the charity number is 1142794.

The charitable company operates under power delegated to it by MIST in accordance with the Methodist Independent Educational Trust Deed. The principal purpose and activity of MIST and all the members of it group is the advancement of education in accordance with the principles of the Methodist Church.

The smallest and largest group in which the results of the charitable company are consolidated is that headed by MIST. Copies of the group financial statements may be obtained from the charitable company's registered office address.

23 Related party transactions

Total interest payable on the loans from MIST for the period amounted to £31,232 (2021: £25,454) and the total amount of loans outstanding at the balance sheet date was £nil (2021: £1,083,170).

During the 13 months to 30 September 2022, MIST continued to provide a range of services to the charitable company, which are recharged on a termly basis. These charges cover management, banking and insurance. The total amount recharged in the year was £27,109 (2021: £47,639). At the year end the amount due to MIST was £nil (2021: £8,469).

During the 13 months to September 2022, the charitable company received £88,651 (2021: £24,254) from its trading subsidiary as a Gift Aid donation. The charitable company did not recharge any payroll costs to its trading subsidiary. The trading subsidiary loaned the charitable company £nil in the year (2021: £nil). At the period end a net of £96,225 (2021: £24,254) was owed to the charitable company from its Moorlands School Enterprises Limited.

During the 13 months to 30 September 2022 MIST via Woodhouse Grove School recharged £59,120 (2021: £31,458) in relation to marketing costs, payroll, accounting, HR, IT and local management. At the year end the amount due to Woodhouse Grove School was £8,988 (2021: £nil). Woodhouse Grove School Enterprises Limited recharged MSE £nil (2021: £nil) in relation to accountancy services provided.

MOORLANDS SCHOOL LIMITED

NOTES TO THE FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED THE 13 MONTHS TO 30 SEPTEMBER 2022

24 Related party transactions (Continued)

No Trustee claimed expenses during the period.

There were no other related party transactions.

25 Comparative consolidated statement of financial activities

The consolidated statement of financial activities (including an income and expenditure account) for the ended 31 August 2021 is reproduced below:

	Notes	Unrestricted funds £	Restricted funds £	Total 2021 £	Total 2020 £
INCOME AND ENDOWMENTS FROM:					
Donations and legacies		-	3,538	3,538	4,057
Charitable activities:					
School fees	4	1,422,038	-	1,422,038	1,286,531
Other educational income	5	13,242	-	13,242	9,325
Other trading activities:					
Trading	6	24,254	-	24,254	83,594
Investments:					
Bank and other interest		449	-	449	1,434
Other		17,444	-	17,444	35,332
TOTAL		1,477,427	3,538	1,480,965	1,420,273
EXPENDITURE ON:					
Raising funds	7		(3,538)	(3,538)	(4,057)
Charitable activities	7	(1,473,078)		(1,473,078)	(1,416,133)
TOTAL		(1,473,078)	(3,538)	(1,476,616)	(1,420,190)
NET INCOME		4,349	-	4,349	83
Other recognised gains/losses:					
Gain on revaluation of fixed assets		-	-	-	-
NET MOVEMENT IN FUNDS		4,349	-	4,349	83
RECONCILIATION OF FUNDS:					
Total funds brought forward		(50,597)	-	(50,597)	(50,680)
TOTAL FUNDS CARRIED FORWARD	18	(46,248)	-	(46,248)	(50,597)

MOORLANDS SCHOOL LIMITED

NOTES TO THE FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED THE 13 MONTHS TO 30 SEPTEMBER 2022

25 Comparative funds

	Balance at 1 Sept 2020	Income	Expenditure	Other	Balance at 31 Aug 2021
	£	£	£	£	£
Unrestricted funds					
Revaluation Reserve	395,228	-	-		^T 395,228
General Fund	(445,825)	1,477,427	(1,473,078)		^T (441,477)
Unrestricted funds excluding pension liability	(50,597)	1,477,427	(1,473,078)	-	(46,248)
Pension Reserve	-				^A -
Unrestricted funds including pension liability	(50,597)	1,477,427	(1,473,078)	-	(46,248)
Charity total	(50,597)	1,477,427	(1,473,078)	-	(46,248)

Other movements comprise:

^A Actuarial gain/(loss)

^T Transfer

^U Unrealised gain/(loss)

Comparative Allocation of Net Assets

	Fixed Assets	Net Current Assets/ (Liabilities)	Long Term Liabilities	Total
	£	£	£	£
Charity:				
Restricted funds	-	-	-	-
Unrestricted funds excl. pension liability	810,023	226,898	(1,083,170)	(46,249)
Pension reserve	-	-	-	-
Charity Total	810,023	226,898	(1,083,170)	(46,249)