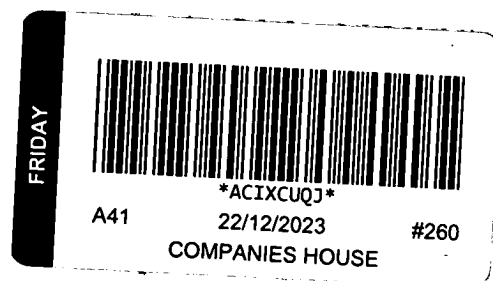


**Company Registration Number: 07475515 (England & Wales)**

**READING SCHOOL**  
**(A Company Limited by Guarantee)**

**ANNUAL REPORT AND FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 AUGUST 2023**



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**READING SCHOOL**  
**(A Company Limited by Guarantee)**

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**REFERENCE AND ADMINISTRATIVE DETAILS**

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**Members of the Academy Trust**

S Bowen (resigned 31 March 2023)  
E Fallon  
M N J Faulkner  
D R Fisher  
T Follen  
N Holmes (appointed 1 December 2023)  
D Hudson  
R P Huggins MBE (resigned 31 July 2023)  
N Johnson (appointed 1 September 2023)  
R J Kenwick  
D Nnabuife  
O Pilkington (resigned 31 October 2023)  
K Ross MBE  
S Shahi  
L Wakelin (appointed 1 September 2023)

**Trustees (also referred to as Governors)**

S Bowen (resigned 31 March 2023)<sup>1</sup>  
E S Fallon<sup>2</sup>  
M N J Faulkner  
D R Fisher  
T Follen<sup>1</sup>  
N Holmes (appointed 1 December 2023)<sup>2</sup>  
D Hudson<sup>1</sup>  
R P Huggins MBE (resigned 31 July 2023)<sup>1</sup>  
N Johnson (appointed 1 September 2023)  
R J Kenwick  
D Nnabuife (appointed 1 December 2022)<sup>2</sup>  
O Pilkington (resigned 31 October 2023)<sup>2</sup>  
G Pravda (resigned 18 October 2022)  
A M Robson<sup>4</sup>  
K Ross MBE  
G Sellwood (appointed 11 November 2022)<sup>3</sup>  
S Shahi<sup>2</sup>  
T Tuggey<sup>3</sup>  
L Wakelin (appointed 1 September 2023)

<sup>1</sup> Governor appointed by the Reading Foundation

<sup>2</sup> Elected parent governor

<sup>3</sup> Elected staff governor

<sup>4</sup> Headmaster and ex officio governor

**Company registered number**

07475515

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**REFERENCE AND ADMINISTRATIVE DETAILS (CONTINUED)**  
**FOR THE YEAR ENDED 31 AUGUST 2023**

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**Company name**

Reading School

**Principal and registered office**

Erlèigh Road, Reading, Berkshire, RG1 5LW

**Senior management team**

A M Robson, Headteacher  
C Evans, Deputy Headmaster  
L Ayres, Assistant Headteacher  
G Fairchild, Assistant Headteacher  
A Lloyd, Assistant Headteacher  
D McGall, Assistant Headteacher  
T Evans, Assistant Headteacher  
D Taylor, Chief Operations Officer (up to January 2023)  
J Higgins, Chief Operations Officer (from January 2023)  
C Woodcock, Finance Director  
C Mole, Executive Assistant to Head

**Independent auditor**

Crowe U.K. LLP, Aquis House, 49-51 Blagrove Street, Reading, Berkshire, RG1 1PL

**Bankers**

HSBC Bank Plc, 26 Broad Street, Reading, Berkshire, RG1 2BU

Lloyds Bank, Broad Street, Reading, RG1 2BT

**Solicitors**

Stone King LLP, 13 Queen Square, Bath, Avon, BA1 2HJ

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**GOVERNORS' REPORT**  
**FOR THE YEAR ENDED 31 AUGUST 2023**

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The Governors/Trustees present their annual report, together with the financial statements and auditor's report of the charitable company, for the period 1st September 2022 to 31st August 2023. The Annual report serves the purposes of both a governors' report, and a Directors' report under company law.

Reading School is currently run as an academically selective secondary day and boarding boys' school, covering a catchment area consisting of most of Berkshire and certain adjoining parts of Oxfordshire and Hampshire. It was previously a Foundation School, and converted to Academy status on 1 February 2011. It has 1140 students on its roll as at 7th September 2023, 88 of whom are weekly boarders.

**Structure, governance and management**

**a. Constitution**

The charitable objective for which Reading School was established is "to advance for the public benefit education in the United Kingdom, in particular but without prejudice to the generality of the foregoing, by establishing, maintaining, carrying on, managing and developing a School offering a broad and balanced curriculum."

The Charitable Company was incorporated on 21 December 2010 and is governed by the rules and regulations set out in its company Memorandum and Articles of Association dated 21 December 2010.

The governors of Reading School are also the directors of the charitable company for the purposes of company law.

The Charitable Company is known as Reading School.

Details of the trustees who served during the year, and to the date these accounts are approved are included in the Reference and administrative details on page1.

**b. Members' liability**

Each member of the charitable company undertakes to contribute to the assets of the charitable company in the event of it being wound up while they are a member, or within one year after they cease to be a member, such amount as may be required, not exceeding £10, for the debts and liabilities contracted before they ceased to be a member.

**c. Governors'/Trustees' indemnities**

There are no qualifying third-party indemnities which are required to be disclosed under the provisions of the Companies Act 2006.

**d. Method of recruitment and appointment or election of governors**

To ensure a proper representation of parents, four places on the Governing Body/Trust are reserved for parent governors. These places are filled by election, following notification of vacancies and invitation of nominations. All parents and carers of students at the School are eligible to stand, and the electorate comprises all parents and carers. Mr Hudson's term of office as a parent governor ended in October 2022 (when he became a Trust-appointed governor). This meant that a parent governor vacancy was filled via an election in the Michaelmas term of 2022, and Mr Nnabuike was duly elected and took office from 1st December 2022.

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**GOVERNORS' REPORT (CONTINUED)**  
**FOR THE YEAR ENDED 31 AUGUST 2023**

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**Structure, governance and management (continued)**

There are two places on the Governing Body/Trust reserved for staff members, and these are filled by election, the electorate comprising all teaching and associate staff. The staff governors at the start of 2022/23 were Mr Tuggey and Ms Pravda. Ms Pravda resigned in October 2022, and was replaced by Mr Sellwood, who was appointed from 11th November 2022.

Two places on the Governing Body/Trust are reserved for representatives of the Reading Foundation. Dr Bowen and Mr Huggins were the Foundation representatives at the start of 2022/23. Dr Bowen resigned at the end of March 2023, and the Foundation appointed Mr Follen as her successor. Mr Huggins resigned at the end of July 2023, and the Foundation appointed Mr Hudson as his successor.

Appointments to the remaining places on the Governing Body/Trust are made by the Academy members. From the start of the 2023/24 school year there will be six such governors (with the appointment of Mr Johnson and Mrs Wakelin). Most Academy-appointed governors will be drawn from the local community and/or will have shown an interest in the wellbeing of the School and its students. In appointing new governors, there are also procedures for reviewing the mix of skills that should be available to the Governing Body. Potential new governors are required to submit a letter of interest and a CV, and are interviewed by the Chair of Governors, supported by the Clerk, before a recommendation for appointment is presented to a meeting of the Academy Members.

At the end of their initial term of service, all governors are eligible for re-appointment for a further term (or re-election as parent governors if they have a student at the School, or re-election as staff governors if they remain eligible).

**e. Policies adopted for the induction and training of governors**

New governors receive information packs and undertake a tailor-made induction programme, including a meeting with the Headmaster (if required), a site visit and induction training from the Chair and Clerk and from external agencies. New governors are given an opportunity to attend all Governing Body Committees as observers, before being appointed to one or two Committees.

Governor training is an important issue for the Governing Body, and is a specific responsibility of one of its Committees (the External Relations and Pastoral Care Committee). This Committee, supported by the Clerk, was responsible for monitoring the extent and appropriateness of training offered to governors in 2022/23. A record of the training undertaken by all governors is kept by the Clerk.

The Chair, Vice Chair, other members of the Governing Body and the Clerk attend regular briefings on governance and educational matters provided by Reading Borough Council and the Reading Governors Association.

The Governing Body also seeks to maximise the use of online training and subscribes to the National Governance Association, Modern Governor and The Link, which offer a range of online briefings and training courses for governors.

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**GOVERNORS' REPORT (CONTINUED)**  
**FOR THE YEAR ENDED 31 AUGUST 2023**

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**Structure, governance and management (continued)**

**f. Organisational structure**

The Academy Trust Members and the Trustees/governors have responsibility for setting and monitoring the overall strategic direction of the Charitable Company and the School, including approving decisions reserved to governors and the appointment of key members of staff.

The Academy Trust members meet at least annually, at an AGM in September or October, and as required during the year.

The Governing Body meets at least six times each year, including an Annual General Meeting (AGM). The AGM normally takes place in July, and appoints the Chair, Vice Chair, Committees etc. for the school year which starts in the following September. In 2022/23, the Governing Body met on 8 occasions (including the AGM).

Governor committees have also been established to consider detailed matters. In 2022/23, there were the following four main committees, each of which met four times in the course of the year, except the Finance Committee, which met five times:

- Curriculum and Standards
- External Relations and Pastoral Care
- Finance
- Property and Projects

Additionally, a Staff Pay and Performance Committee has been established to consider personnel matters, and it met twice in the course of the 2022/23.

There are also governors' committees established to hear and adjudicate complaints from parents (and others) and appeals against disciplinary decisions (relating to staff and students). These committees did not need to meet in 2022/23.

An Admissions Committee is responsible for considering and recommending the school's Admissions Policies and related matters. This Committee met on two occasions in 2022/23.

A committee of governors (with the participation of an external advisor) undertakes the annual performance review of the Headmaster and monitors his performance and achievements against targets. This Committee met on three occasions in 2022/23.

Ad hoc groups of governors are also established as and when required to consider specific issues and make recommendations to the Governing Body. In 2022/23, one such group has been considering matters relating to sustainability, including climate change issues, the suitability of the School's site and buildings to meet its needs in the longer term, and long-term strategic issues.

The majority of the decisions reserved to the governors (including all major expenditure decisions) are taken by the Governing Body as a whole, on the recommendation of a committee or in relation to reports submitted by senior management team members. Committees have delegated powers to deal with certain matters (for example, the approval of policies relevant to their remit).

The Headmaster, the Deputy Headmaster, the Finance Director, the Chief Operations Officer and other members of staff attend committee meetings to present reports on their areas of responsibility, for example curriculum development and special educational needs.

One impact of the Coronavirus pandemic was that a number of Governing Body and Committee meetings were held on-line in 2021/22, but the Governing Body reverted to face to face meetings in 2022/23.

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**GOVERNORS' REPORT (CONTINUED)**  
**FOR THE YEAR ENDED 31 AUGUST 2023**

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**Structure, governance and management (continued)**

The Chair of Governors and the Headmaster meet regularly to monitor decision implementation and to review matters affecting staff and students and other issues affecting the School.

In recent years (including 2022/23) individual governors (known as link governors) have been allocated to academic subjects within the School. They have visited departments, and reported back to the relevant Committees on the outcomes of their visit. Other link governors have assumed responsibility in particular areas of School life, for example health and safety, Pupil Premium, safeguarding, the Prevent strategy, careers, special educational needs, information technology, the CCF, facilities management, sporting activities, boarding etc. The link governor system has paid dividends in terms of governor understanding, overall performance and enhanced staff/governor relationships, but a decision has been made to change the system for 2023/24. The new system will feature lead governors for key areas, like boarding, safeguarding, health & safety, SEND etc and an annual governance day, when all governors will visit the school for a programme of activities designed to ensure governor engagement.

The Headmaster is the School's Accounting Officer and works closely with both the other governors and the senior staff of Reading School.

The day to day management of Reading School rests with the Headmaster, who has overall responsibility for the School. The Headmaster is responsible for establishing a senior management or leadership team (referred to as the SLT), which, in 2022/23, comprised the Deputy Headmaster, the five Assistant Headteachers, the Finance Director, the Chief Operations Officer and the Executive Assistant to the Headmaster.

All aspects of the management of the School and the conduct of the Governing Body are based on openness, accessibility and accountability. Governors are encouraged to participate fully in the work of committees and the Governing Body, and are encouraged to bring matters of concern before governors and to raise any queries with the Headmaster.

Annually, after the publication of public examination results, governors undertake a thorough review of the outcomes, and consider implications for the curriculum and pastoral activities within the School.

The detailed administrative work of the governors is undertaken by the Clerk to Governors, reporting to the Chair of Governors. Mr Steve Vale has continued to fulfil the role of Clerk throughout 2022/23.

The School has established two subsidiary trading companies:

- The Reading School Overseas Partnership Company Ltd, which was established in June 2018, facilitates the School's involvement with Lunhua Education in Suzhou, China, assisting with the design and the teaching methods of a new set of Bilingual International Schools to be called Reading Suzhou School. The Board of this company consists of the Chair of Governors, the School's Deputy Headmaster and the Chair of the Reading Foundation. It has no employees, but School staff undertake its day-to-day operation,
- Future Stories Community Enterprise Ltd, established in April 2022 with aims to establish wraparound care, English language summer schools, summer holiday activities, and an on-site nursery and to market the School's admissions tests to other schools. The company's focus in the short term is on marketing the admissions tests. The Board of the company consists of a Governor (Mr Faulkner), the Headmaster and a person independent of the School (Toel Koyithara, a barrister with a government background). The company does not have any employees at present, with all services being provided and recharged by Reading School under the terms of a service agreement.

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**GOVERNORS' REPORT (CONTINUED)**  
**FOR THE YEAR ENDED 31 AUGUST 2023**

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**Structure, governance and management (continued)**

**g. Arrangements for setting pay and remuneration of key management personnel**

The pay and remuneration of the leadership team is set by the Staff Pay and Performance Committee. That Committee has agreed that (as with all teaching staff) the pay of the teacher members of the leadership team (including the Headmaster) will be in accordance with the national pay scales set by the School Teachers Pay Review Body. Non-teaching staff (known as Associate Employees) are paid in accordance with the scales set by the National Joint Council for Local Government Services, with the exception of the most senior staff, for whom separate pay scales have been agreed by governors.

**h. Related parties and other connected charities and organisations**

Reading School has a close working relationship with The Reading Foundation (Registered Charity number 294640) which is landlord of the School's main site and has as its own charitable purpose "to advance the education of the public, and in particular, to endow Reading School". The Headmaster is a trustee of The Reading Foundation. Mr Follen, Mr Faulkner and Mr Hudson represented the Governing Body on the Reading Foundation Council for most of 2022/23. In 2023/24, the Governing Body's representatives will be Mr Faulkner, Mrs Fallon and Mr Nnabuiife.

The School also co-operates on a regular basis with the Old Redingensians Association, which comprises alumni of the School, and seeks to support the School in appropriate ways. It also works closely with the Reading School Parents Association, whose contributions are gratefully acknowledged.

As noted above, in June 2018, the School established a separate trading company limited by shares in order to facilitate the School's involvement in assisting with the design and the teaching methods of a new set of Bilingual International Schools in China. This company, known as The Reading School Overseas Partnership Company Ltd, has entered into a Cooperation Agreement with Lunhua Education to assist with agreed projects. 100% of its share capital is owned by Reading School.

As also noted above, in April 2022, the School established Future Stories Community Enterprise Ltd, with aims to establish to wraparound care, English language summer schools, summer holiday activities, an on-site nursery and to market the School's admissions tests to other schools. 100% of its share capital is owned by Reading School.

The Governing Body is affiliated to the National Governance Association for schools.

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**GOVERNORS' REPORT (CONTINUED)**  
**FOR THE YEAR ENDED 31 AUGUST 2023**

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**Structure, governance and management (continued)**

**i. Conflicts of interest**

Members', trustees' and members of staff's conflicts of interest are managed in accordance with the Register of Interest Policy, which is reviewed annually, and was last reviewed in July 2023.

Under this policy, the trust maintains a register of the business interests of each member, trustee and senior staff member, their relatives and other individuals who may exert influence. The register includes interests such as directorships, shareholdings or other appointments of influence within a business or organisation from which the trust may wish to buy goods or services. Certain interests such as directorships, partnerships, employments, trusteeships and governorships are declared irrespective of whether or not there is a trading relationship with the trust, and the register also includes details of directorships of the School's trading subsidiaries and trustee roles with the Reading Foundation.

The information in the register is taken into account whenever buying or staffing decisions (or decisions to set fees and charges) are made. Any member, trustee or member of staff who has an interest is required to leave any meeting when such decisions are under consideration. Thus any member, trustee or member of staff who has an interest in a business tendering for a contract does not form part of the committee awarding the contract.

Any member, trustee or member of staff who has an interest in the appointment, salary, promotion or conditions of service of a member of staff does not form part of the committee recommending or deciding these.

Members, trustees and members of staff are required to inform the trust of any changes in their interests as these arise, so that they can be entered in the register. The register is also updated annually. Nil returns are obtained as appropriate. Any member, trustee or member of staff who is unwilling to declare their interests or complete a nil return is not permitted to influence a buying or staffing decision.

The minutes of the full governing body, finance committee, or any other committee which can influence a buying or related decision, record a standard agenda item seeking declarations of and updates to governors' business interests.

The only exception to the requirement to disclose a business interest is that if the interest is so distant or small that no ordinary right-thinking person would expect it to influence a person who might have dealings with the firm concerned. In such cases, it need not be disclosed. An example is a modest shareholding in a large public utility company even if the trust has or may have dealings with the company.

The register is freely available for inspection by governors, staff and parents.

**j. Trade union facility time**

The School granted no union facility time to employees who were relevant trade union officials during 2022/23, and there were therefore no costs to the academy for any such time in 2022/23.

**Objectives and activities**

**a. Objects and aims**

Reading School has operated as an independent Academy funded by the Education Skills Funding Agency (ESFA) since February 2011, and, under its funding agreement, is run as a selective school within the meaning of section 6(4) of the Academies Act 2010.

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**READING SCHOOL**  
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**GOVERNORS' REPORT (CONTINUED)**  
**FOR THE YEAR ENDED 31 AUGUST 2023**

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**Objectives and activities (continued)**

**b. Objectives, strategies and activities**

The primary measures used by the governors to assess the success of the activities of the School are a medium-term strategic plan, together with a series of annual Operational Plans.

A revised and updated strategic plan for 2020 to 2025 was approved by the Governing Body in July 2020, superseding the previous 2018 to 2025 plan. The Operational Plan for 2022/23 was approved by the Governing Body on 11th July 2022, and a further Operational Plan for 2023/24 was approved on 10th July 2023.

The School last updated its Master Plan in 2018, and this sets out key priorities for the development of facilities at the School, such as a new Sports Hall and a 6th form centre. The updating of the Master Plan is currently under consideration (September 2023).

The strategic and operational plans focus on 4 key strategic objectives of:

- Academic excellence
- Integrity and the building of character and a sense of community
- Leadership, fostering a culture of leadership and accountability across pupils and staff
- Community, with the building of effective local, national and global partnerships and a focus on social mobility and the building of cultural capital.

These plans continue to place student and staff wellbeing and development at the heart of the School's vision, supported by a robust programme of Continuous Professional Development, as well as a system of peer reviews of the various departments.

The Operational Plan for the year is monitored as a standing agenda item at each Committee meeting, and the Headmaster is required to report to the governors regularly at Committee and Governing Body meetings on progress in meeting the targets set out in the Operational Plan, on any corrective actions required in pursuit of the Plan, as well as on Academy performance, personnel matters, university entrance and staff training.

More information about these targets, and the successes and challenges in meeting them in 2022/23, are set out in the Achievements and Performance section, below.

In addition:

- Regular budget monitoring reports are submitted to each meeting of the Finance Committee, the Governing Body and (for the property budgets) to the Property and Projects Committees;
- Monthly management accounts are sent to the Chair of Governors and the Chair of the Finance committee;
- The Curriculum and Standards Committee receives a detailed report on performance in external examinations each year, and commissions appropriate actions as a result, including looking at comparative data for other schools and undertaking self-assessment of school performance;
- All policies are reviewed by the relevant Committees at appropriate intervals, in accordance with a schedule agreed by the governing body, including consideration of their value and effectiveness in delivering the aims of the Academy.
- Committees receive regular reports on fundraising, partnership activities, quality assurance, measures to support social mobility, safeguarding, health and safety compliance, staffing and the School's Pupil Premium and Special Educational Needs and Disability (SEND) strategies.

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**GOVERNORS' REPORT (CONTINUED)**  
**FOR THE YEAR ENDED 31 AUGUST 2023**

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**Objectives and activities (continued)**

**c. Public benefit**

The governors have taken The Charity Commission's specific guidance on public benefit (contained within the guidance document "The Advancement of Education for the Public Benefit") into consideration in preparing their statements on public benefit contained within this governors' annual report. In accordance with its charitable objectives, the Charitable Company strives to advance the education of the students attending the School. The Charitable Company's primary beneficiaries are therefore the students, and benefits to students are provided through continuing to maintain a high standard of education throughout the School.

In order to determine whether or not the Charitable Company has fulfilled its charitable objectives for public benefit, the governors gather a substantial volume of evidence of the success of Reading School's activities.

**Strategic report**

**Achievements and performance**

Set out below are details of:

- A. The School's examination results performance in 2022 and 2023;
- B. Details of progress and achievements during 2022/23, set out under the Governing Body Committee primarily responsible for their achievement;
- C. Key Performance Indicators.

**a. Key performance indicators**

Number of permanent exclusions: 0  
Number of fixed term exclusions - 4  
Number of racist incidents - 0  
Number of incidents of bullying - 39  
Overall school attendance (Years 7 to 11) – 90.94%  
Pupil Lateness – 1.19%

**b. Going concern**

After making appropriate enquiries, the board of trustees (i.e. the Governing Body) has a reasonable expectation that the Academy has adequate resources to continue in operational existence for the foreseeable future. For this reason it continues to adopt the going concern basis in preparing the financial statements. Further details regarding the adoption of the going concern basis can be found in the Accounting Policies.

**Financial review**

Most of the Academy's revenue income comes from the Education and Skills Funding Agency (ESFA) in the form of recurrent grants. These grants and the associated expenditure are shown as restricted funds in the Statement of Financial Activities. The School has sought to ensure that absolute revenue funding levels are sufficient to meet rising costs, through fundraising, application for other grants and other trading activities.

The Academy received a small annual devolved formula capital grant in 2022/23, which has been applied to the purchase of computer equipment and an Energy Efficiency capital grant which has been applied to the replacement of a boiler, improving heating controls and LED lighting. In addition, the Academy was awarded a

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**GOVERNORS' REPORT (CONTINUED)**  
**FOR THE YEAR ENDED 31 AUGUST 2023**

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**Strategic report (continued)**

grant of £280,000 from the Condition Improvement Fund which will be spent in 2023/24 on electrical and fire safety works.

The Academy is grateful to the Wolfson Foundation for a grant of £100,000 which contributed to the refurbishment of three physics laboratories. During 2022/23 the Academy also received an insurance settlement of £200,000 which will be used in 2023/24 to replace the contents of the Boat House, damaged by fire in a previous year.

For accounting purposes, Boarding is fully integrated within the Academy Financial Statements, whereas at operational level Boarding is run entirely separately from the School. Boarding has again been at capacity in 2022/23. An extensive programme of refurbishment is underway in Boarding and a slight delay to the current phase means that some planned costs will be accounted for in 2023/24, resulting in a higher than expected surplus in 2022/23.

The School has two trading subsidiaries. The Reading School Overseas Trading Company made a small loss in 2022/23, which has been absorbed by reserves. Action has been taken to maintain future expenditure at a minimal level and the Directors are satisfied that the company remains a going concern.

The second subsidiary, Future Stores Community Enterprise Ltd, also made a loss in 2022/23, as expected. However, it generated income in the year from the sale of admissions tests and receipt of a grant and the School is committed to further developing the company. The Directors are satisfied that with the support of the School, the company remains a going concern.

The consolidated budget for 2022/23, set in July 2022, showed a small surplus of £115,000 before depreciation and movements in the defined benefit pension scheme liability. The final consolidated accounts for 2022/23 show a surplus before depreciation and movements in the defined benefit pension scheme liability of £1,169,347. This includes capital income of £461,609 which will be spent in 2023/24.

As at 31 August 2023 the net book value of fixed assets was £12,533,865 (2022: £12,866,240).

The operating surplus of the Academy for 2022/23 was £1,160,609 (2021/22: surplus of £2,696,914).

**a. Reserves policy**

The governors' policy is to generate reserves to provide funds to continue to enhance the educational and boarding facilities and to fund future development projects. The School had set a near-balanced budget for 2022/23. In setting the budget, the governors recognised that the uncertainties facing the School meant that all elements of the budget, including the use of reserves, would be subject to continuous review during the course of the year.

Boarding reserves have been restored to healthy levels, and a 6% increase in fees for 2023/24 will ensure that they remain so whilst supporting an ongoing programme of maintenance and refurbishment.

The governors review the reserves policy annually, but governors have concluded that there is limited scope for longer-term investment, since the School's plans are to spend monies, rather than invest them. Currently, there is no real desire to invest in markets with elements of risk, and the focus needs to be on achieving best value in low-risk investments. Governors have therefore agreed to invest sums in savings in fixed term accounts for up to 3 months, dependent on cashflow.

At the date of the 2023 balance sheet, the Charitable Company had free reserves of £1,161,464 (2022: £955,693).

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**GOVERNORS' REPORT (CONTINUED)**  
**FOR THE YEAR ENDED 31 AUGUST 2023**

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**b. Investment policy**

The governors' investment powers are set down in the Charitable Company's Memorandum and Articles of Association, which permit the investment of monies of the Charitable Company that are not immediately required for its purposes in such investments, securities or property as may be thought fit subject to any restrictions which may from time to time be imposed or required by law.

The Charitable Company's current policy (as set out in the School's Financial Procedures Manual) is to invest surplus funds in short term cash deposits, and that the governors will only authorise investment in other than short term cash deposits where this is deemed to be in the best interests of the School in the future. This policy was applied throughout 2022/23, and resulted in the generation of £74,000 additional income to the School.

**c. Principal risks and uncertainties**

The School has an excellent record in meeting its challenges, and the governors recognise the key role of talented and dedicated staff in this.

The School's high standards, its excellent record and its popularity with potential applicants, mean that the main risks are financial in nature. Currently, the principal risks and uncertainties are: Major efforts made to bridge the funding gap caused by reductions to revenue funding will need to continue. Revenue expenditure has been progressively reduced to the minimum level compatible with sustaining academic standards and meeting all the ambitions set out in the Strategic and Annual plans.

- Given this position, and the fact that there are elements of costs which the School cannot control (e.g. pension contributions), it is vital that the School sustains and (if possible) increases its level of revenue income in future years. In the past, the main means of doing so has been through increased pupil numbers, but the School has now increased student numbers in Year 7 and the Sixth Form to maximum capacity.
- The School's funding position is such that subjects which few students opt for, particularly at A-level, cannot be offered economically. This poses a potential threat to the breadth of the curriculum. Governors will continue to monitor the position, whilst recognising that it is ultimately difficult and undesirable to attempt to control or unduly influence student choices. Annual Operational Plans will continue to include actions aimed at sustaining curriculum breadth.
- The School needs to be able to raise additional funds at local level to support major improvements to its facilities, particularly sports facilities. The position on fundraising and the use of funds raised is regularly and closely monitored by governors in Committee meetings and the generation of substantial funds for capital projects is one of the major future challenges facing the School. The Sustainability Working Group referred to above has been created to address this need in a systematic way.
- Given the nature of the School site and buildings, the risk of unforeseen and expensive repair work is substantial and can lead to urgent funding needs, as recent experience shows. The Governing Body is seeking to reduce this risk by identifying the highest priorities and tackling them pro-actively, so as to minimise the extent of unexpected problems – in this context, governors acknowledge the contributions made by the Reading Foundation. This issue is another that is being addressed by the Sustainability Working Group.
- The nature of the School site and buildings also puts an emphasis on monitoring and upgrading building services and facilities. In the past three years, governors have increased monitoring activities designed to ensure that the School is safe, well maintained and complies with relevant regulations, particularly through improved reporting to the Property & Projects Committee.
- The listed status of much of the School's buildings creates additional complications, as it can make the obtaining of consents for repairs to the fabric of buildings more complicated and expensive.
- Like most organisations, the School is potentially vulnerable to cyber attacks, and will continually seek to better its protection against such attacks in the future.

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**GOVERNORS' REPORT (CONTINUED)**  
**FOR THE YEAR ENDED 31 AUGUST 2023**

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- There is a government expectation that the membership of the Trust should be separate from the membership of the Governing Body. The School sought DfE approval for revised articles of association which aligned with this expectation in April 2022 and has recently received approval to implement them. This will be done for the start of the 2024/25 School year.

The governors have a robust attitude to risk management. The risk register defines and considers risk under the headings of Strategic and Reputational Risks and Operational Risks. The register was subject to continuous updating by governors through a rolling review process in 2022/23, and this will continue in 2023/24.

All governors have received up-to-date training in safeguarding, the Chair and Vice Chair of the Governing Body have undertaken required training in Safer Recruitment, and the Chair is the designated Governor with responsibility for child protection.

Governors receive regular reports from staff, the School's Health and Safety Committee and the Health and Safety link governor.

A number of policies have been adopted by the Governing Body, covering risk and health and safety matters. These are reviewed regularly, including annual reviews of the following policies:

- Accident Policy
- Child Protection
- Health and Safety Statement and Policy
- Infection control
- Risk Assessment Policy
- Register of Risks (rolling review).

Key policies of this type are published on the School's website, as per DfE requirements.

It is confirmed that, in the process of agreeing the Operational Plan for 2023/24, of setting school budgets for 2023/24, of reviewing financial procedures and funding projections, and of producing this report, the major risks to which the Academy Trust is exposed, as identified by the trustees, have been reviewed, and that systems or procedures have been established to manage those risks.

#### **d. Insurance**

The School has moved to the Government's Education Insurance and Risk Protection Arrangement, in order to minimise future insurance costs. Governors have satisfied themselves that this continues to provide adequate coverage against risks. This has been demonstrated through recent successful claims.

#### **Fundraising**

Despite the effects of the pandemic and the unknown variables Reading School has continued to prioritise community relations and look into alternative funding streams. The priority remains to continually create strong and productive relationships with all the School's supporters, and especially the key constituencies of alumni and parents (past, current and future). The Reading School Society exists to foster and manage these relationships and increase engagement with the Reading School community.

The work of the Society Office is led by the Senior Leadership Team with oversight by the Foundation Trustees and School Governors. This has been enabled by annual grants from The Reading Foundation.

The School's strategy is to encourage all its supporters to give back to Reading School. While fundraising is an obvious and the most flexible form of giving (and the School has benefited in recent years from donations from parents and alumni, as well as major grant-making Trusts), other ways of contributing are encouraged and

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**GOVERNORS' REPORT (CONTINUED)**  
**FOR THE YEAR ENDED 31 AUGUST 2023**

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**Fundraising (continued)**

valued. Our younger alumni provide students of the School with valuable feedback about universities and career steps that will directly benefit our Sixth Formers. Parents and alumni are speakers at our lectures and can offer their professional wisdom and experience as governors and volunteers, or introduce us to their own networks to help widen the School's reach. In addition, the Society Office has launched 'Voices of ORs' inviting our ORs to share their life experiences, challenges and successes with our community providing a meaningful way to connect with our current pupils.

Reading School's social media presence has grown substantially with targeted approaches through LinkedIn, Twitter, Facebook and Instagram and all Reading School connections are invited to join it. In addition, in May 2020 the Society Office launched the Reading School Alumni Society which is growing significantly and has attracted new members globally. This is to provide a platform for Old Redingensians to share opportunities with like-minded individuals i.e., graduate opportunities as well as provide mentoring to current and undergraduate alumni. The platform also enables the creation of local OR groups in various regions and countries around the world. The new feature recently added is the business directory and jobs board.

The Society Office's strategy which encompasses: communications via social media; events - whole school key events; alumni relations and development are all paramount to the development and fundraising to the future of the school as we widen access to students from disadvantaged backgrounds, provide enhanced wellbeing support to staff and students, provide co-curricular activities beyond the classroom and support careers and mentoring advice for all, as well as improve the school's utilities and maintain the fabric of the School. The School continues to nurture its relationships with its key stakeholders; The Reading Foundation; Reading School Parents Association (RSPA); and the Old Redingensians Association (ORA) and indeed all parents and ORs who partake in supporting Reading School.

We are most grateful for grants from the Reading School Parents' Association (RSPA) used for various School projects and initiatives in 2022/23. The RSPA continued the highly successful Christmas Amazon departmental wish list. This year again, they invited every department to create a wish list, which parents donated to - either buying specific items, vouchers. We've had wonderful feedback from departments who received their items, directly and positively impacting our student's learning.

The RSPA, a membership association, open to all parents, kindly sponsored and served drinks at the Leavers BBQ & Senior Prize Giving ceremony and the sponsorship of 22 Reading School hoodies for pupil premium students. They also provided drinks to purchase at our annual Sports Personality of the Year event.

This year also saw the return of the RSPA Summer Fayre. It was a wonderful event bringing the School community together. The students were able to provide charity stalls and the RSPA invited the new incoming Year 7 families to welcome them to our School.

They are integral in providing volunteering support at the Careers Convention and other events throughout the year. The RSPA raises money through events, Membership Subscription and other fundraising initiatives, to enable the school to pay for equipment and sponsor events outside the normal school budget which will enrich the life of our pupils. The RSPA run a mix of virtual and in person events to help raise funds.

In the last few years, this has enabled the purchase of gym equipment, Christmas tree and decorations and the refurbishment of the 6th form common room. The fundraising target this year is to purchase outdoor seating in various locations on our estate. This will significantly enhance the experience of students and our wider school community when we hold outdoor events.

The fundraising has been possible through a Year 7 school disco event, cake sales, Just Giving Page, RSPA lottery, Bags2School collection and nearly new Uniform shop and hoodies, parental corporate matching and ongoing online fundraising platforms such as Giving Machine and Easy Fundraising.

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**GOVERNORS' REPORT (CONTINUED)**  
**FOR THE YEAR ENDED 31 AUGUST 2023**

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**Fundraising (continued)**

In addition, the Old Redingensians Association (ORA) a membership association, open to all ORs, have supported the School with various initiatives such as: The School's annual Book week inviting various inspirational talks and interactive workshops from authors across all year groups, including welcome books for Years 7 and 8; supporting the Modern Foreign Languages Department with workshops; and the production of the annual School Magazine and introducing support towards the school's social mobility programme, Future Stories. The Society Office also supports the reunions, meetings and sporting events undertaken by the ORA at the School over the last academic year.

The Society Office oversees the primary fundraising tool via the 'Charitable Annual Trust Fund – Building for the Future' and offers an opportunity for every parent/carers, Old Redingensian, staff member, governor and friend of the school to support both current and future generations of students at Reading School. These contributions mean that we can continue to run our vital co-curricular, sports and electives programme of clubs and activities which benefit all our pupils, enabling them to learn new skills, develop their individual talents and enjoy their recreational time. Each department bids for their additional resources to enable them to run these activities efficiently throughout the year, directly impacting the breadth of co-curricular activities and competitions offered to pupils as well as some modernisation of classrooms and facilities. Regular donations from parents and ORs enable Reading School to project and plan activities for the future.

The Society Office and the Community Relations Office knits together our community which makes a difference through their generosity. Identifying key dates and opportunities through the academic year donors are invited to give to various school initiatives. We are grateful to everyone who supports Reading School's mission, whether as a donor, volunteer, advocate, advisor or friend. Every gift made, and every hour volunteered, has impact. Together, we are helping to provide world class education to young people and advance social mobility, by encouraging curiosity and growth, and to create the connections that enable making a difference to the next generation of leaders, innovators and care givers.

The Society Office promotes legacy donations to ensure that Reading School will continue the ethos of 'learn, lead and serve' as well as increase engagement with the Reading School community, through whole school events such as Senior and Junior Prize Giving, reunions for our alumni, Inspire Lectures to benefit the pupils, and continued engagement via social media to ensure the building of alumni relations and the whole school community.

The Society Office works to successfully secure corporate sponsorships for events such as the Careers Convention, Sports Awards and the Grand Reunions, building partnership with local businesses who share the same ethos and values of Reading School. The joint partnership with Johnson Matthey & Co has seen the second year of the Science & Me and Future Stories project deliver Science workshops to over 5 local primary schools widening STEM access for primary school students situated in disadvantaged local areas.

Reading School has developed truly collaborative approach with local partnerships as a part of our Future Stories to provide sports and coaching activities to local primary schools in disadvantaged areas with Reading School student mentors such as Berkshire County Cricket Club, Reading Football Academy Club and Get Berkshire Active as well as the maths, English, science and sports mentoring that takes place through the academic year. This has been led by Mr T Evans, Assistant Head.

In addition, as we move towards the 900th Anniversary celebrations in 2025 the Reading Foundation is keen to support the maintenance programme which is required to preserve the Grade II listed buildings. To this end the Reading Foundation kindly provide grants for renovation and upkeep of our buildings. Reading Foundation also annually support Future Stories, together with OR donors, who provide bursaries to students from disadvantaged backgrounds.

The Mary Bursary now provides additional support to 15 students, running in its second year and doubling the number of recipients. Four donors are making an impactful and meaningful difference to these students

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**GOVERNORS' REPORT (CONTINUED)**  
**FOR THE YEAR ENDED 31 AUGUST 2023**

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**Fundraising (continued)**

providing the recipients of the Mary Bursary to take full advantage of the opportunities available at Reading School. In addition, one student is supported by the James Scholarship beyond Reading School for 3 years. Reading School has worked through its flagship Future Stories social mobility programme to increase the socio-economic diversity of its intake which has seen an increase in the numbers of families who fit the criteria of pupil premium requiring further financial aid.

The Society Office launched a Physics Equipment campaign in February 2023 and thanks to the generosity of our supporters, we exceeded our target of £13,500 for Physics equipment appeal in less than 1 month, following our successful lab-refurbishment opening event in late January. This contributed towards the purchase of black-out blinds for science labs to provide an optimal room darkening for experiments, help fund the purchase of 2 sets of motor-generator demonstration device, a new signal generator with display screen, a new hydraulic press demonstration system, 8 sets of Jolly Bulbs, as well as some more crucial equipment and necessities like Boyle's law demonstration equipment, high-resolution mass balance, 7 sets of coulombmeters, 15 sets of thermal conductivity apparatus and over 100 additional electric circuit components and cables - integral to being able to undertake hands-on experiments in Physics. We are grateful for the encouraging comments and feedback we received on the importance of supporting the Physics equipment appeal and our students in getting the best educational experience.

This year, Community Relations Manager has led on the school increasing its lettings capacity in order to generate income through the academic year, holidays and weekends by lettings the school's facilities. Reading School hosts computer and activity workshops for children and organises catered events including wedding and wedding receptions, conferences, team meetings, private parties, charity events and a film location. This year we have arranged guided tours of our Alfred Waterhouse Building working with the local Reading Heritage group.

The Executive Assistant, has led on Future Stories Community Enterprise Ltd (FSCE), a subsidiary of Reading School, which has developed a new entrance test specifically for Grammar Schools, working alongside Sue Stothard (Stothard Education Ltd), we have developed and rolled out a test which is designed to be both rigorous yet accessible to both disadvantaged and visually impaired children. This is designed to break down barriers, promote social mobility and generate income.

Reading School has also secured a CIF bid for extensive Health and Safety and electrical works to be undertaken over the next year.

As a member of the Institute of Development Professional in Education, Reading School is committed to following best practice in all its development and fundraising activities. The Society Manager is also the Vice President of the South West Regional Area sharing best practice with independent and state schools in the local area. All fundraising activities and approaches to constituents for funds meet the guidelines issued by the Charity Commission, GDPR and PECR legislation. The Society Office coordinates all fundraising activities. The majority of these activities are controlled by the Society Office. Those that are not (such as pupils collecting for charity days) have been risk assessed to ensure that they are suitable. We would never attempt to solicit from the vulnerable, nor be intrusive. Fundraising approaches should always be respectful and tailored to prospects' individual wishes as far as possible. Donations come from fruitful relationships with our supporters, companies who wish to be our partners, and appropriate grant-making trusts. We would rarely seek gifts from the wider public, except for the conservation of our Grade II heritage buildings. We have received no complaints about our fundraising in the past year.

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**GOVERNORS' REPORT (CONTINUED)**  
**FOR THE YEAR ENDED 31 AUGUST 2023**

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**Plans for future periods**

The Operational Plan for 2023/24 was approved by the Governing Body on 10th July 2023, and is too detailed to set out in full here. The following summarises the over-riding aims and commitments behind the key priorities in the plan:

**Purpose**

The plan focuses on the ambitious common purpose of flourishing through developing academic excellence and building people of character.

**2023 – 2024 Operational Priorities**

These are:

**Character:** focusing on character and values in order to enable human flourishing. We develop in our people habits of integrity and courage and we support students to practise humility, curiosity and gratitude.

**Culture:** a strong, positive, commitment culture ensures our people act in the best interests of the organisation and feel fulfilled within it.

**Collaboration:** collaboration enables innovation and improvement. It is shaped by our community and local, national and international collaborations.

**Key elements of the plan:**

These are:

**Excellence**

The School aims high and develops ambitions that enable dreams to be achieved. It commits to pursuing excellence, and strives to be the best it can. Targets in this element focus on the quality of the curriculum and teaching and on high levels of examination performance.

**Integrity**

The School builds young people of principle and character. It seeks to safeguard all, so they remain happy, healthy and safe. It strives to be respectful, honest and accountable. Targets in this element focus on the Reading Way, character and personal development, wellbeing and safeguarding.

**Leadership**

The School leads with passion, purpose and authenticity. It views leadership as service and puts people first so they can make a difference. It builds an organisational culture of commitment and compassion. Targets in this element focus on social mobility, opportunity, and leadership models, and on delivery in all aspects of the School and its sustainability (governance and financial).

**Community**

The School builds and maintains local, national and global partnerships. It focuses on social mobility and on building cultural capital. It champions collaboration and teamwork. Targets in this element focus on the wider school community, and the development of a network of partners, at local national and international level.

The School's long term strategy covers the period 2020-25. This is available on the School's website, at [www.reading-school.co.uk](http://www.reading-school.co.uk).

The Governing Body continues to make progress towards the development of the School's facilities over the next few years. This is a challenge both in the logistical sense (i.e. designing and building new facilities within a confined site which includes listed buildings) and in a financial sense, since, realistically, major developments will need to be funded from funds obtained through grant aid or funds raised by the School itself.

As noted above, the School's Master Plan was updated in 2018, and identifies the main facilities which will be required to deliver the curriculum, pastoral care and the associated support facilities which are at the heart of the school's strategic vision and operational priorities.

In order to fund the major facilities outlined in the Master Plan, the fundraising partnership with the Reading Foundation, the initiatives led by the Society Manager and the imaginative use of existing assets are crucial. In particular, a successful conclusion to the proposals for the Morgan Road site (currently subject to planning

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**GOVERNORS' REPORT (CONTINUED)**  
**FOR THE YEAR ENDED 31 AUGUST 2023**

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**Plans for future periods (continued)**

approval by the local authority) will transform the sports facilities at the School.

Other key challenges faced by the School include:

- Sustaining the breadth of the curriculum in the face of current student preferences and of financial constraints which mean that subjects are viable only if a sufficiently large cohort of students opt for them.
- Meeting the challenge of future revenue funding in the face of a growing gap between anticipated income and increasing costs. This has been a challenge for many years, but is becoming more acute, as many of the measures to address the gap have already been taken.
- Continuing to develop the skills and effectiveness of governors, so that the ethos of Excellence and Leadership is strengthened in the School.
- Maintaining a programme of priority repairs and refurbishments, working in partnership with the Reading Foundation, and sustaining a more planned approach which prioritises compliance with high standards.
- Associated with the previous point, maximising funds available to improve and maintain buildings and facilities through successful grant applications to external bodies – e.g. CIF bids and bids to the other organisations, such as the Wolfson Foundation.
- Dealing with the implications of changing government policy on education and school structures. As a highly successful single-academy trust, the School's future needs to remain within its own control whatever transpires in terms of overall governance structure. The school will need to work carefully with key players in education at local and national level to ensure that such control is retained.

**Funds held as custodian on behalf of others**

Reading School holds funds as agent on behalf of parents in relation to the running of educational visits. Educational visits are run on a non-profit basis with material surpluses being refunded to parents on completion of the visit.

**Disclosure of information to auditor**

Insofar as the governors are aware:

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

This governors' report, incorporating a strategic report, was approved by order of the board of trustees (i.e. the Governing Body), as the company directors, on 11 December 2023 and signed on its behalf by:



**R J Kenwick**  
(Chair of Trustees)

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**GOVERNANCE STATEMENT**

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**Scope of responsibility**

As governors, we acknowledge we have overall responsibility for ensuring that Reading School has an effective and appropriate system of control, financial and otherwise. However, such a system is designed to manage rather than eliminate the risk of failure to achieve business objectives, and can provide only reasonable and not absolute assurance against material misstatement or loss.

The board of trustees (i.e. the Governing Body) has delegated the day-to-day responsibility to the Headmaster, as Accounting Officer, for ensuring financial controls conform with the requirements of both propriety and good financial management and are in accordance with the requirements and responsibilities assigned to it in the funding agreement between Reading School and the Secretary of State for Education. The Headmaster is also responsible for reporting to the board of trustees (i.e. the Governing Body) any material weaknesses or breakdowns in internal control.

The board of trustees has a duty to promote the success of the School and has sought to fulfil this through:  
careful oversight of its finances,  
endorsing and continuing to refine the design of the curriculum and timetable,  
improving monitoring of compliance in all areas,  
continued explorations of the scope for increasing the School's income and the development of its facilities.

Governors have played a key role in ensuring that Boarding has recovered from the impact of Coronavirus. They are fully supportive of fundraising efforts, and have provided leadership on some key projects, notably the plans for the future use of the Morgan Road site. They continue to work to develop and improve the School's admission arrangements, and to look more systematically at long-term plans to ensure the School's sustainability in terms of its premises and future governance.

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**GOVERNANCE STATEMENT (CONTINUED)**

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**Governance**

The information on governance included here supplements that described in the Governors' Report and in the Statement of Governors' Responsibilities. The board of trustees (i.e. the Governing Body) has formally met 8 times during the year.

Attendance during the year at meetings of the the board of trustees (i.e. the Governing Body) was as follows:

| Governor       | Meetings attended | Out of a possible |
|----------------|-------------------|-------------------|
| S Bowen        | 3                 | 5                 |
| E S Fallon     | 6                 | 8                 |
| M N J Faulkner | 8                 | 8                 |
| D R Fisher     | 3                 | 8                 |
| T Follen       | 8                 | 8                 |
| N Holmes       | 7                 | 8                 |
| D Hudson       | 7                 | 8                 |
| N Johnson      | 7                 | 8                 |
| R J Kenwick    | 7                 | 8                 |
| D Nnabuife     | 3                 | 8                 |
| O Pilkington   | 1                 | 1                 |
| G Pravda       | 8                 | 8                 |
| A M Robson     | 6                 | 8                 |
| K Ross MBE     | 7                 | 7                 |
| S. Shahi       | 5                 | 8                 |
| T. Tuggey      | 8                 | 8                 |
| L Wakelin      | 0                 | 0                 |

The Governing Body is now actively engaged in the regular self-evaluation of governance, with self-assessments of the effectiveness of the Governing Body undertaken regularly, as well as a skills audits and 360° appraisals of the Chair. The Governing Body keeps a record of all training undertaken by governors. All these measures are designed to improve and sustain its effectiveness.

The Finance Committee is a sub-committee of the main governing body. Its purpose is to assist the decision making of the governing body, by enabling more detailed consideration to be given to the best means of fulfilling the governing body's responsibility to ensure sound management of the Academy's finances and resources, including proper planning, monitoring, audit and probity and to make appropriate comments and recommendations on such matters to the governing body on a regular basis. Mr David Fisher, who is a qualified accountant, chaired the committee in 2022/23.

Attendance during the year at meetings was as follows:

| Governor       | Meetings attended | Out of a possible |
|----------------|-------------------|-------------------|
| M N J Faulkner | 0                 | 6                 |
| D R Fisher     | 5                 | 6                 |
| T Follen       | 6                 | 6                 |
| R J Kenwick    | 6                 | 6                 |
| O Pilkington   | 5                 | 6                 |
| A M Robson     | 6                 | 6                 |
| S Shahi        | 2                 | 6                 |
| T Tuggey       | 6                 | 6                 |

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**GOVERNANCE STATEMENT (CONTINUED)**

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**Governance (continued)**

The data that the Governing Body has used to assess progress and performance has been scrutinised by sub-committees and is evaluated contextually. The majority of School data is taken from DfE tables. This ensures the validity of the School's key benchmarks. DfE data (such as Progress 8, Attainment 8 and A Level value added scores standards scores) is evaluated using tools provided by ALPS and 4matrix, and is analysed in comparison with other boys academically selective schools to ensure appropriate contextual rigour. Internal data is assessed against prior performance and the progress of individual students and groups are appropriately monitored using analysis of quintiles. The governors are therefore satisfied about the integrity, validity and significance of the data used in their assessments of the School's progress.

The following table shows total attendances by governors at all main Committees (i.e. Curriculum & Standards, External Relations & Pastoral Care, Finance, Property & Projects) and at Governing Body meetings in the 2022/23 school year:

| Governor        | Meetings attended | Out of a possible |
|-----------------|-------------------|-------------------|
| S Bowen         | 5                 | 8                 |
| E S Fallon      | 13                | 16                |
| M N J Faulkner  | 13                | 25                |
| D R Fisher      | 6                 | 13                |
| T Follen        | 17                | 17                |
| D Hudson        | 13                | 16                |
| R P Huggins MBE | 10                | 12                |
| R J Kenwright   | 22                | 25                |
| D Nnabuife      | 9                 | 11                |
| O Pilkington    | 9                 | 17                |
| G Pravda        | 3                 | 3                 |
| A M Robson      | 22                | 25                |
| K Ross MBE      | 14                | 16                |
| G Sellwood      | 11                | 11                |
| S Shahi         | 10                | 17                |
| T Tuggey        | 17                | 17                |

**Value for Money Statement 2023**

I accept that as Accounting Officer of Reading School I am responsible and accountable for ensuring that the academy trust delivers good value in the use of public resources. I am aware of the guide to academy value for money statements published by the Education Funding Agency and understand that value for money refers to the educational and wider societal outcomes achieved in return for the taxpayer resources received.

I set out below how I have ensured that the Academy trust's use of its resources has provided good value for money during the academic year.

The Governing Board have applied best value principles to ensure that:

- resources are allocated to best promote the aims and values of the Academy;
- resources are targeted to improve standards and maintain attainment;
- resources are best used to support the individual educational needs of students at Reading School.

Maintaining high educational achievement is a crucial main priority, this is achieved by employing sufficient, quality teaching and associate staff to ensure that all students have the opportunity to raise their levels of attainment by:

- monitoring attainment and progress to identify those who require intervention and support;

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**GOVERNANCE STATEMENT (CONTINUED)**

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**Governance (continued)**

- provide support for pupils who fall behind their peers.
- Effectiveness of this can be quantified by our excellent GCSE and A Level results in August 2023. In addition, our National Character Association Kitemark plus shows our commitment to excellence in all areas.
- The Board of Trustees are responsible for ensuring that the Academy:
- Keeps proper accounting records during the year which will disclose, with reasonable accuracy and at any time, the financial position of the academy;
- Maintains and operates an effective system of internal control to safeguard all the resources delegated, granted or otherwise entrusted to the academy and ensure they are used cost effectively.

The system of internal control has been developed and is co-ordinated by the Headmaster, working with the Finance team. It aims to provide as much assurance as is reasonably possible that assets are safeguarded, transactions are properly authorised and recorded and that financial errors or irregularities are either prevented or can be detected promptly.

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**GOVERNANCE STATEMENT (CONTINUED)**

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**Review of value for money**

As accounting officer, the Headmaster has responsibility for ensuring that the Academy Trust delivers good value in the use of public resources. The accounting officer understands that value for money refers to the educational and wider societal outcomes achieved in return for the taxpayer resources received.

The Accounting Officer considers how the Academy Trust's use of its resources has provided good value for money during each academic year, and reports to the board of trustees where value for money can be improved, including the use of benchmarking data where appropriate.

Reading School has sound internal spending controls as evidenced by Internal Audit processes and Annual Audit. Where limits require we have entered into formal Tender arrangements.

The Accounting Officer for the academy trust has delivered value for money by continuing to develop procurement policy and processes and through the use of specialist support where appropriate. Examples include:

- External specialist reviews of Boarding, Safeguarding and Behaviour
- Renegotiation of telephone and utility contracts
- Successful external funding bids process.g. CIF bid 2023

We consider the following questions when evaluating the performance of major purchases:

- What are we trying to achieve and what evidence is there about levels of need?
- Why are we doing this and are there better ways to achieve the result?
- Is our current method the most economical, efficient and effective?
- What is in the best interest of our students?
- Are our procedures competitive?
- Could another organisation do this for us more effectively and economically?

Purchasing arrangements are reviewed and challenged to ensure improved use of resources for the raising of Education standards and continuous improvement.

The Academy Trust employs an appropriate team of experienced professionals to manage and maintain the estate in a safe and working condition. This includes a documented programme of regular checks on relevant systems. Resources have also been applied to engaging additional external expertise where required, for example, in fire alarm system management, electrical and plumbing services, tree and grounds maintenance and asbestos management. All external contracts are subject to the trust's procurement policy and processes.

Examples of where value for money has been achieved include through our approach to procurement of energy, CIF bids, site maintenance and improvement, stationery and recruitment.

**The purpose of the system of internal control**

The system of internal control is designed to manage risk to a reasonable level rather than to eliminate all risk of failure to achieve policies, aims and objectives. It can, therefore, only provide reasonable and not absolute assurance of effectiveness. The system of internal control is based on an on-going process designed to identify and prioritise the risks to the achievement of Academy policies, aims and objectives, to evaluate the likelihood of those risks being realised and the impact should they be realised, and to manage them efficiently, effectively and economically.

The system of internal control has been in place in Reading School for the year 1 September 2022 to 31 August 2023 and up to the date of approval of the annual report and financial statements.

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**READING SCHOOL**  
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**GOVERNANCE STATEMENT (CONTINUED)**

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**Capacity to handle risk**

The board of trustees has reviewed the key risks to which the Academy is exposed together with the operating, financial and compliance controls that have been implemented to mitigate those risks. The board of governors is of the view that there is a formal ongoing process for identifying, evaluating and managing the Academy's significant risks that has been in place for the year 1 September 2022 to 31 August 2023 and up to the date of approval of the annual report and financial statements. This process is regularly reviewed by the board of governors.

**The risk and control framework**

The Academy Trust's system of internal financial control is based on a framework of regular management information and administrative procedures including the segregation of duties and a system of delegation and accountability. In particular, it includes:

- comprehensive budgeting and monitoring systems with an annual budget and periodic financial reports which are reviewed and agreed by the board of governors
- regular reviews by the Finance and General Purposes Committee of reports which indicate financial performance against the forecasts and of major purchase plans, capital works and expenditure programmes
- setting targets to measure financial and other performance
- identification and management of risks

The Trustees employed the services of Bishop Fleming as internal auditor in 2022/23, as well as appointing Mr Follen as Link Governor for internal audit. Bishop Fleming carried out two internal audit visits in 2022/23, performing a range of checks on the academy trust's financial control and reporting systems.

In particular, the checks carried out in the current period included:

- review of budget setting and financial monitoring processes;
- testing of payroll system and controls;
- testing of purchase to payment systems and controls;
- review of income recording processes and controls;
- testing of fixed asset systems and controls;
- review of compliance with the Academy Trust Handbook 2022

The reviews did not identify any significant weaknesses or recommendations.

**Review of effectiveness**

As Accounting Officer, the Headmaster has responsibility for reviewing the effectiveness of the system of internal control. During the year in question the review has been informed by:

- the work of the internal auditor and link governor for internal audit;
- the financial management and governance self-assessment process or the school resource management self-assessment tool;
- the work of the executive managers within the Academy Trust who have responsibility for the development and maintenance of the internal control framework.
- the work of the external auditor;

The accounting officer has been advised of the implications of the result of their review of the system of internal control by the Finance committee and a plan to ensure continuous improvement of the system is in place.

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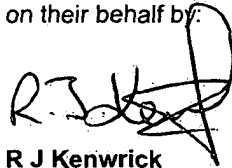
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**GOVERNANCE STATEMENT (CONTINUED)**

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Approved by order of the members of the board of governors on 11<sup>th</sup> December 2023 and signed on their behalf by:



**R J Kenwick**  
Chair of Trustees



**A M Robson**  
Accounting Officer

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**READING SCHOOL**  
**(A Company Limited by Guarantee)**

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**STATEMENT OF REGULARITY, PROPRIETY AND COMPLIANCE**

---

As accounting officer of Reading School I have considered my responsibility to notify the Academy trust board of trustees and the Education and Skills Funding Agency (ESFA) of material irregularity, impropriety and non-compliance with terms and conditions of all funding received by the Academy, under the funding agreement in place between the Academy Trust and the Secretary of State for Education. As part of my consideration I have had due regard to the requirements of the Academies Financial Handbook 2022.

I have also considered my responsibilities, following the delegation of operational management of the School to me, for notifying the board of trustees of any issues of non-compliance on matters of estates safety and management.

I confirm that I and the academy trust board of trustees are able to identify any material irregular or improper use of funds by the academy trust, or material non-compliance

- with the terms and conditions of funding under the academy trust's funding agreement and the Academies Financial Handbook 2022;
- with statutory requirements relating to estates safety and management.

I confirm that no instances of material irregularity, impropriety or funding non-compliance have been discovered to date. If any instances are identified after the date of this statement, these will be notified to the board of governors and ESFA.



**A M Robson**

Accounting Officer

Date: 11th December 2023

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**READING SCHOOL**  
**(A Company Limited by Guarantee)**

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**STATEMENT OF GOVERNORS' RESPONSIBILITIES**  
**FOR THE YEAR ENDED 31 AUGUST 2023**

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The governors (who are also the directors of the charitable company for the purposes of company law) are responsible for preparing the Governors' Report and the financial statements in accordance with the Academies Accounts Direction published by the Education and Skills Funding Agency, United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) and applicable law and regulations.

Company law requires the governors to prepare financial statements for each financial year. Under company law, the governors 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 Group and the charitable company and of their incoming resources and application of resources, including their income and expenditure, for that period. In preparing these financial statements, the governors are required to:

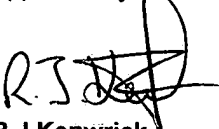
- select suitable accounting policies and then apply them consistently;
- observe the methods and principles of the Charities SORP 2019 and the Academies Accounts Direction 2022 to 2023;
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the group will continue in business.

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

The governors are responsible for ensuring that in their conduct and operation the Group and the charitable company apply financial and other controls, which conform with the requirements both of propriety and of good financial management. They are also responsible for ensuring grants received from ESFA/DfE have been applied for the purposes intended.

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

Approved by order of the members of the board of governors and signed on its behalf by:

  
**R J Kenwick**  
(Chair of Trustees)

Date: 11th December 2023

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**READING SCHOOL**  
**(A Company Limited by Guarantee)**

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**INDEPENDENT AUDITOR'S REPORT ON THE FINANCIAL STATEMENTS TO THE MEMBERS OF  
READING SCHOOL**

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**Opinion**

We have audited the financial statements of Reading School (the 'parent Academy') and its subsidiaries (the 'Group') for the year ended 31 August 2023 which comprise the Consolidated Statement of Financial Activities, the Consolidated Balance Sheet, the Academy Balance Sheet, the Consolidated Statement of Cash Flows and the related notes, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law, United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', the Charities SORP 2019 and the Academies Accounts Direction 2022 to 2023 issued by the Education and Skills Funding Agency.

In our opinion the financial statements:

- give a true and fair view of the state of the Group's and of the parent Academy's affairs as at 31 August 2023 and of the Group's 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, the Charities SORP 2019 and the Academies Accounts Direction 2022 to 2023 issued by the Education and Skills Funding Agency.

**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 Group in accordance with the ethical requirements that are relevant to our audit of the financial statements in the United Kingdom, including the Financial Reporting Council'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 governors' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the Group's or the parent Academy'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 governors with respect to going concern are described in the relevant sections of this report.

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**READING SCHOOL**  
**(A Company Limited by Guarantee)**

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**INDEPENDENT AUDITOR'S REPORT ON THE FINANCIAL STATEMENTS TO THE MEMBERS OF  
READING SCHOOL (CONTINUED)**

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**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 governors 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 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.

**Opinion 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 Governors' Report including the Strategic Report for the financial year for which the financial statements are prepared is consistent with the financial statements.
- the Governors' Report and the Strategic Report have been prepared in accordance with applicable legal requirements.

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

In the light of our knowledge and understanding of the Group and the parent Academy and its environment obtained in the course of the audit, we have not identified material misstatements in the Governors' Report including the Strategic Report.

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

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

**Responsibilities of trustees**

As explained more fully in the Statement of Governors' Responsibilities, the governors (who are also the directors of the Academy 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 governors 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 governors are responsible for assessing the Group's and the parent Academy'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 governors either intend to liquidate the Group or the parent Academy or to cease operations, or have no realistic alternative but to do so.

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**READING SCHOOL**  
**(A Company Limited by Guarantee)**

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**INDEPENDENT AUDITOR'S REPORT ON THE FINANCIAL STATEMENTS TO THE MEMBERS OF  
READING SCHOOL (CONTINUED)**

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**Auditor's responsibilities for the audit of the financial statements**

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

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We identified and assessed the risks of material misstatement of the financial statements from irregularities, whether due to fraud or error, and discussed these between our audit team members. We then designed and performed audit procedures responsive to those risks, including obtaining audit evidence sufficient and appropriate to provide a basis for our opinion.

We obtained an understanding of the legal and regulatory frameworks within which the charitable company operates, focusing on those laws and regulations that have a direct effect on the determination of material amounts and disclosures in the financial statements. The laws and regulations we considered in this context were the Academies Financial Handbook 2022 and the Academies Accounts Direction 2022 to 2023. We assessed the required compliance with these laws and regulations as part of our audit procedures on the related financial statement items.

In addition, we considered provisions of other laws and regulations that do not have a direct effect on the financial statements but compliance with which might be fundamental to the charitable company's ability to operate or to avoid a material penalty. We also considered the opportunities and incentives that may exist within the charitable company for fraud. The key laws and regulations we considered in this context were General Data Protection Regulation, health and safety legislation and employee legislation.

Auditing standards limit the required audit procedures to identify non-compliance with these laws and regulations to enquire of the Trustees and other management and inspection of regulatory and legal correspondence, if any. We identified the greatest risk of material impact on the financial statements from irregularities, including fraud, to be within the timing and completeness of income recognition and the override of controls by management. Our audit procedures to respond to these risks included enquiries of management and the Board about their own identification and assessment of the risks of irregularities, sample testing on the posting of journals, sample testing on income recognised in the accounts, reviewing accounting estimates for biases, reviewing regulatory correspondence with the ESFA, and reading minutes of meetings of those charged with governance.

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

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

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**READING SCHOOL**  
**(A Company Limited by Guarantee)**

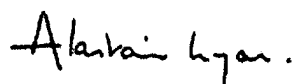
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**INDEPENDENT AUDITOR'S REPORT ON THE FINANCIAL STATEMENTS TO THE MEMBERS OF  
READING SCHOOL (CONTINUED)**

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**Use of our report**

This report is made solely to the Academy'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 Academy'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 Academy and its members, as a body, for our audit work, for this report, or for the opinions we have formed.



**Alastair Lyon (Senior Statutory Auditor)**

for and on behalf of

**Crowe U.K. LLP**

Statutory Auditor

Aquis House

49-51 Blagrove Street

Reading

Berkshire

RG1 1PL

Date: 18 December 2023

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**READING SCHOOL**  
**(A Company Limited by Guarantee)**

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**INDEPENDENT REPORTING ACCOUNTANT'S ASSURANCE REPORT ON REGULARITY TO READING SCHOOL AND THE EDUCATION AND SKILLS FUNDING AGENCY**

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In accordance with the terms of our engagement letter dated 19 April 2018 and further to the requirements of the Education and Skills Funding Agency (ESFA) as included in the Academies Accounts Direction 2022 to 2023, we have carried out an engagement to obtain limited assurance about whether the expenditure disbursed and income received by Reading School during the year 1 September 2022 to 31 August 2023 have been applied to the purposes identified by Parliament and the financial transactions conform to the authorities which govern them.

This report is made solely to Reading School and ESFA in accordance with the terms of our engagement letter. Our work has been undertaken so that we might state to Reading School and ESFA those matters we are required to state in a report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Reading School and ESFA, for our work, for this report, or for the conclusion we have formed.

**Respective responsibilities of Reading School's accounting officer and the reporting accountant**

The accounting officer is responsible, under the requirements of Reading School's funding agreement with the Secretary of State for Education dated 1 February 2011 and the Academy Trust Handbook, extant from 1 September 2022, for ensuring that expenditure disbursed and income received is applied for the purposes intended by Parliament and the financial transactions conform to the authorities which govern them.

Our responsibilities for this engagement are established in the United Kingdom by our profession's ethical guidance and are to obtain limited assurance and report in accordance with our engagement letter and the requirements of the Academies Accounts Direction 2022 to 2023. We report to you whether anything has come to our attention in carrying out our work which suggests that in all material respects, expenditure disbursed and income received during the year 1 September 2022 to 31 August 2023 have not been applied to purposes intended by Parliament or that the financial transactions do not conform to the authorities which govern them.

**Approach**

We conducted our engagement in accordance with the Framework and Guide for External Auditors and Reporting Accountant of Academy Trusts issued by ESFA. We performed a limited assurance engagement as defined in our engagement letter.

The objective of a limited assurance engagement is to perform such procedures as to obtain information and explanations in order to provide us with sufficient appropriate evidence to express a negative conclusion on regularity.

A limited assurance engagement is more limited in scope than a reasonable assurance engagement and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in a reasonable assurance engagement. Accordingly, we do not express a positive opinion.

Our engagement includes examination, on a test basis, of evidence relevant to the regularity and propriety of the Academy's income and expenditure.

The work undertaken to draw our conclusion includes:

- consideration of the evidence supporting the Accounting Officer's statement on regularity, propriety and compliance;
- analytical procedures on the general activities of the Academy Trust;
- a review of Minutes of Committees and Board Meetings which may be relevant to regularity;
- consideration of discussions with key personnel, including the Accounting Officer and Governing Body;
- tests of control have been carried out on a control activity which are relevant to regularity
- substantive testing of individual transactions.

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**READING SCHOOL**  
**(A Company Limited by Guarantee)**

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**INDEPENDENT REPORTING ACCOUNTANT'S ASSURANCE REPORT ON REGULARITY TO READING  
SCHOOL AND THE EDUCATION & SKILLS FUNDING AGENCY (CONTINUED)**

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**Conclusion**

In the course of our work, nothing has come to our attention which suggest in all material respects the expenditure disbursed and income received during the year 1 September 2022 to 31 August 2023 has not been applied to purposes intended by Parliament and the financial transactions do not conform to the authorities which govern them.

*Crowe UK LLP*

Reporting Accountant  
**Crowe U.K. LLP**

Statutory Auditor

Aquis House  
49-51 Blagrove Street  
Reading  
Berkshire  
RG1 1PL

Date: 18 December 2023

**READING SCHOOL**  
(A Company Limited by Guarantee)

**CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING INCOME AND  
EXPENDITURE ACCOUNT)  
FOR THE YEAR ENDED 31 AUGUST 2023**

|                                                            | Note | Unrestricted<br>funds<br>2023<br>£ | Restricted<br>funds<br>2023<br>£ | Restricted<br>fixed asset<br>funds<br>2023<br>£ | Total<br>funds<br>2023<br>£ | Total<br>funds<br>2022<br>£ |
|------------------------------------------------------------|------|------------------------------------|----------------------------------|-------------------------------------------------|-----------------------------|-----------------------------|
| <b>Income from:</b>                                        |      |                                    |                                  |                                                 |                             |                             |
| Donations and capital grants                               | 3    | 107,715                            | 370,249                          | 359,208                                         | 837,172                     | 1,106,272                   |
| Other trading activities                                   | 6    | 473,996                            | -                                | 200,000                                         | 673,996                     | 408,521                     |
| Investments                                                | 7    | 74,408                             | -                                | -                                               | 74,408                      | 104                         |
| Charitable activities                                      | 4    | 18,815                             | 8,516,701                        | -                                               | 8,535,516                   | 7,611,728                   |
| <b>Total income</b>                                        |      | <b>674,934</b>                     | <b>8,886,950</b>                 | <b>559,208</b>                                  | <b>10,121,092</b>           | <b>9,126,625</b>            |
| <b>Expenditure on:</b>                                     |      |                                    |                                  |                                                 |                             |                             |
| Raising funds                                              |      | 291,012                            | 2,716                            | -                                               | 293,728                     | 245,132                     |
| Charitable activities                                      | 9    | 231,752                            | 8,426,265                        | 481,340                                         | 9,139,357                   | 9,206,308                   |
| <b>Total expenditure</b>                                   | 8    | <b>522,764</b>                     | <b>8,428,981</b>                 | <b>481,340</b>                                  | <b>9,433,085</b>            | <b>9,451,440</b>            |
| <b>Net income/(expenditure)</b>                            |      | <b>152,170</b>                     | <b>457,969</b>                   | <b>77,868</b>                                   | <b>688,007</b>              | <b>(324,815)</b>            |
| Transfers between funds                                    | 18   | -                                  | (51,368)                         | 51,368                                          | -                           | -                           |
| <b>Net movement in funds before other recognised gains</b> |      | <b>152,170</b>                     | <b>406,601</b>                   | <b>129,236</b>                                  | <b>688,007</b>              | <b>(324,815)</b>            |
| <b>Other recognised gains:</b>                             |      |                                    |                                  |                                                 |                             |                             |
| Actuarial gains on defined benefit pension schemes         | 26   | -                                  | 419,000                          | -                                               | 419,000                     | 2,989,000                   |
| <b>Net movement in funds</b>                               |      | <b>152,170</b>                     | <b>825,601</b>                   | <b>129,236</b>                                  | <b>1,107,007</b>            | <b>2,664,185</b>            |
| <b>Reconciliation of funds:</b>                            |      |                                    |                                  |                                                 |                             |                             |
| Total funds brought forward                                |      | 998,701                            | 41,732                           | 12,866,238                                      | 13,906,671                  | 11,242,486                  |
| Net movement in funds                                      |      | 152,170                            | 825,601                          | 129,236                                         | 1,107,007                   | 2,664,185                   |
| <b>Total funds carried forward</b>                         |      | <b>1,150,871</b>                   | <b>867,333</b>                   | <b>12,995,474</b>                               | <b>15,013,678</b>           | <b>13,906,671</b>           |

**READING SCHOOL**  
**(A Company Limited by Guarantee)**  
**REGISTERED NUMBER: 07475515**

**CONSOLIDATED BALANCE SHEET**  
**AS AT 31 AUGUST 2023**

|                                                | Note | 2023<br>£         | 2022<br>£         |
|------------------------------------------------|------|-------------------|-------------------|
| <b>Fixed assets</b>                            |      |                   |                   |
| Tangible assets                                | 14   | 12,533,865        | 12,866,238        |
| <b>Current assets</b>                          |      |                   |                   |
| Debtors                                        | 16   | 718,943           | 471,283           |
| Cash at bank and in hand                       |      | 3,818,941         | 2,936,535         |
|                                                |      | <u>4,537,884</u>  | <u>3,407,818</u>  |
| Creditors: amounts falling due within one year | 17   | (1,286,071)       | (1,295,385)       |
| <b>Net current assets</b>                      |      | <u>3,251,813</u>  | <u>2,112,433</u>  |
| <b>Total assets less current liabilities</b>   |      | <u>15,785,678</u> | <u>14,978,671</u> |
| <b>Net assets excluding pension liability</b>  |      | <u>15,785,678</u> | <u>14,978,671</u> |
| Defined benefit pension scheme liability       | 26   | (772,000)         | (1,072,000)       |
| <b>Total net assets</b>                        |      | <u>15,013,678</u> | <u>13,906,671</u> |
| <b>Funds of the Academy</b>                    |      |                   |                   |
| <b>Restricted funds:</b>                       |      |                   |                   |
| Fixed asset funds                              | 18   | 12,995,474        | 12,866,238        |
| Restricted income funds                        | 18   | 1,639,333         | 1,113,732         |
|                                                |      | <u>14,634,807</u> | <u>13,979,970</u> |
| Restricted funds excluding pension asset       |      |                   |                   |
| Pension reserve                                | 18   | (772,000)         | (1,072,000)       |
| <b>Total restricted funds</b>                  | 18   | <u>13,862,807</u> | <u>12,907,970</u> |
| <b>Unrestricted income funds</b>               | 18   | <u>1,150,871</u>  | <u>998,701</u>    |
| <b>Total funds</b>                             |      | <u>15,013,678</u> | <u>13,906,671</u> |

The financial statements on pages 34 to 72 were approved by the governors, and authorised for issue on 11<sup>th</sup> December 2023 and are signed on their behalf, by:

  
**R J Kenwick**  
 (Chair of Trustees)

The notes on pages 39 to 72 form part of these financial statements.

**READING SCHOOL**  
**(A Company Limited by Guarantee)**  
**REGISTERED NUMBER: 07475515**

**ACADEMY BALANCE SHEET**  
**AS AT 31 AUGUST 2023**

|                                                | Note | 2023<br>£                | 2022<br>£                |
|------------------------------------------------|------|--------------------------|--------------------------|
| <b>Fixed assets</b>                            |      |                          |                          |
| Tangible assets                                | 14   | 12,533,865               | 12,866,238               |
| Investments                                    | 15   | 2                        | 2                        |
|                                                |      | <u>12,533,867</u>        | <u>12,866,240</u>        |
| <b>Current assets</b>                          |      |                          |                          |
| Debtors                                        | 16   | 764,145                  | 459,969                  |
| Cash at bank and in hand                       |      | 3,768,703                | 2,898,789                |
|                                                |      | <u>4,532,848</u>         | <u>3,358,758</u>         |
| Creditors: amounts falling due within one year | 17   | (1,270,444)              | (1,289,335)              |
| <b>Net current assets</b>                      |      | <u>3,262,404</u>         | <u>2,069,423</u>         |
| <b>Total assets less current liabilities</b>   |      | <u>15,796,271</u>        | <u>14,935,663</u>        |
| <b>Net assets excluding pension liability</b>  |      | <u>15,796,271</u>        | <u>14,935,663</u>        |
| Defined benefit pension scheme liability       | 26   | (772,000)                | (1,072,000)              |
| <b>Total net assets</b>                        |      | <u><u>15,024,271</u></u> | <u><u>13,863,663</u></u> |
| <b>Funds of the Academy</b>                    |      |                          |                          |
| <b>Restricted funds:</b>                       |      |                          |                          |
| Fixed asset funds                              |      | 12,995,474               | 12,866,238               |
| Restricted income funds                        |      | 1,639,333                | 1,113,732                |
|                                                |      | <u>14,634,807</u>        | <u>13,979,970</u>        |
| Restricted funds excluding pension liability   |      | 14,634,807               | 13,979,970               |
| Pension reserve                                |      | (772,000)                | (1,072,000)              |
| <b>Total restricted funds</b>                  |      | <u>13,862,807</u>        | <u>12,907,970</u>        |
| Unrestricted funds                             |      | 1,161,464                | 955,693                  |
| <b>Total funds</b>                             |      | <u><u>15,024,271</u></u> | <u><u>13,863,663</u></u> |

The Academy's net movement in funds for the year was £1,160,608 (2022 - £2,696,914).

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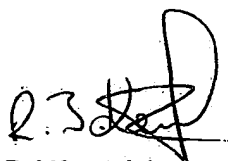
**READING SCHOOL**  
**(A Company Limited by Guarantee)**  
**REGISTERED NUMBER: 07475515**

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**ACADEMY BALANCE SHEET (CONTINUED)**  
**AS AT 31 AUGUST 2023**

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The financial statements on pages 34 to 72 were approved and authorised for issue by the governors and are signed on their behalf, by:



**R J Kenwick**  
(Chair of Trustees)

Date: 11<sup>th</sup> December 2023

The notes on pages 39 to 72 form part of these financial statements.

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**CONSOLIDATED STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED 31 AUGUST 2023**

|                                                                     | Note   | 2023<br>£               | 2022<br>£               |
|---------------------------------------------------------------------|--------|-------------------------|-------------------------|
| <b>Cash flows from operating activities</b>                         |        |                         |                         |
| Net cash provided by operating activities                           | 20     | 935,274                 | 736,774                 |
| <b>Cash flows from investing activities</b>                         | 22     | (52,868)                | (208,120)               |
| <b>Cash flows from financing activities</b>                         | 21     | -                       | (8,920)                 |
| <b>Change in cash and cash equivalents in the year</b>              |        | <b>882,406</b>          | <b>519,734</b>          |
| Cash and cash equivalents at the beginning of the year              |        | <b>2,936,535</b>        | <b>2,416,801</b>        |
| <b>Cash and cash equivalents at the end of the year</b>             | 23, 24 | <b><u>3,818,941</u></b> | <b><u>2,936,535</u></b> |
| The notes on pages 39 to 72 form part of these financial statements | -      |                         |                         |

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**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 AUGUST 2023**

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**1. Accounting policies**

A summary of the principal accounting policies adopted (which have been applied consistently, except where noted), judgments and key sources of estimation uncertainty, is set out below.

**1.1 Basis of preparation of financial statements**

The financial statements of the Group, which is a public benefit entity under FRS 102, have been prepared under the historic cost convention in accordance with the Financial Reporting Standard Applicable in the UK and Republic of Ireland (FRS 102), the 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) (Charities SORP (FRS 102)), the Academies Accounts Direction 2022 to 2023 issued by ESFA, the Charities Act 2011 and the Companies Act 2006.

The Consolidated Statement of Financial Activities (SOFA) and Consolidated Balance Sheet consolidate the financial statements of the Academy and its subsidiary undertakings. The results of the subsidiaries are consolidated on a line by line basis.

The Academy has taken advantage of the exemption allowed under section 408 of the Companies Act 2006 and has not presented its own Statement of Financial Activities in these financial statements.

**1.2 Charity status**

The principal activity of Reading School is to provide secondary education for pupils aged 11 to 18. The trust is an exempt charity and a company limited by guarantee (company number: 7475515). It is incorporated and domiciled in the UK. The address of the registered office is Reading School, Erleigh Road, Reading, RG1 5LW.

**1.3 Going concern**

The governors assess whether the use of going concern is appropriate i.e. whether there are any material uncertainties related to events or conditions that may cast significant doubt on the ability of the Academy to continue as a going concern. The governors make this assessment in respect of a period of at least one year from the date of authorisation for issue of the financial statements and have concluded that the Academy has adequate resources to continue in operational existence for the foreseeable future and there are no material uncertainties about the Academy's ability to continue as a going concern, thus they continue to adopt the going concern basis of accounting in preparing the financial statements.

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**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 AUGUST 2023**

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**1. Accounting policies (continued)**

**1.4 Income**

All incoming resources are recognised when the Group has entitlement to the funds, the receipt is probable and the amount can be measured reliably.

- **Legacies**

The recognition of income from legacies is dependent on establishing entitlement, the probability of receipt and the ability to estimate with sufficient accuracy the amount receivable. Evidence of entitlement to a legacy exists when the Group has sufficient evidence that a gift has been left to them (through knowledge of the existence of a valid will and the death of the benefactor) and the executor is satisfied that the property in question will not be required to satisfy claims in the estate. Receipt of a legacy must be recognised when it is probable that it will be received and the fair value of the amount receivable, which will generally be the expected cash amount to be distributed to the Group, can be reliably measured.

- **Grants**

Grants are included in the Consolidated Statement of Financial Activities on a receivable basis. The balance of income received for specific purposes but not expended during the period is shown in the relevant funds on the Balance Sheet. Where income is received in advance of meeting any performance-related conditions there is not unconditional entitlement to the income and its recognition is deferred and included in creditors as deferred income until the performance-related conditions are met. Where entitlement occurs before income is received, the income is accrued.

General Annual Grant is recognised in full in the Consolidated Statement of Financial Activities in the year for which it is receivable and any abatement in respect of the year is deducted from income and recognised as a liability.

Capital grants are recognised in full when there is an unconditional entitlement to the grant. Unspent amounts of capital grants are reflected in the Balance Sheet in the restricted fixed asset fund. Capital grants are recognised when there is entitlement and are not deferred over the life of the asset on which they are expended.

- **Sponsorship income**

Sponsorship income provided to the Group which amounts to a donation is recognised in the Consolidated Statement of Financial Activities in the year in which it is receivable (where there are no performance-related conditions) where receipt is probable and it can be measured reliably.

- **Donations**

Donations are recognised on a receivable basis (where there are no performance-related conditions) where the receipt is probable and the amount can be reliably measured.

- **Other income**

Other income, including the hire of facilities, is recognised in the year it is receivable and to the extent the Group has provided the goods or services.

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**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 AUGUST 2023**

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**1. Accounting policies (continued)**

**1.5 Expenditure**

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, 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 classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use.

- **Expenditure on raising funds**

This includes all expenditure incurred by the Group to raise funds for its charitable purposes and includes costs of all fundraising activities events and non-charitable trading.

- **Charitable activities**

These are costs incurred on the Group's educational operations, including support costs and costs relating to the governance of the Group apportioned to charitable activities.

All resources expended are inclusive of irrecoverable VAT.

**1.6 Basis of consolidation**

The financial statements consolidated the accounts of Reading School and all of its subsidiary undertakings ("subsidiaries").

The academy has taken advantage of the exemption contained within section 408 of the Companies Act 2006 not to present its own income and expenditure account.

The income and expenditure account for the year dealt with in the accounts of the academy was £1,160,608 (2022 - £2,696,914).

**1.7 Interest receivable**

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the Group; this is normally upon notification of the interest paid or payable by the institution with whom the funds are deposited.

**1.8 Taxation**

The Academy is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes.

Accordingly, the Academy is potentially exempt from taxation in respect of income or capital gains received within categories covered by Part 11, chapter 3 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

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**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 AUGUST 2023**

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**1. Accounting policies (continued)**

**1.9 Tangible fixed assets**

Assets costing £1,000 or more are capitalised as tangible fixed assets and are carried at cost, net of depreciation and any provision for impairment.

Where tangible fixed assets have been acquired with the aid of specific grants, either from the government or from the private sector, they are included in the Balance Sheet at cost and depreciated over their expected useful economic life. Where there are specific conditions attached to the funding requiring the continued use of the asset, the related grants are credited to a restricted fixed asset fund in the Consolidated Statement of Financial Activities and carried forward in the Balance Sheet. Depreciation on the relevant assets is charged directly to the restricted fixed asset fund in the Consolidated Statement of Financial Activities. Where tangible fixed assets have been acquired with unrestricted funds, depreciation on such assets is charged to the unrestricted fund.

Depreciation is provided on all tangible fixed assets other than freehold land and assets under construction, at rates calculated to write off the cost of each asset on a straight-line basis over its expected useful life, as follows:

Depreciation is provided on the following bases:

|                                           |                      |
|-------------------------------------------|----------------------|
| Long-term leasehold property              | - Over 5 to 50 years |
| Furniture, equipment, plant and machinery | - Over 3 to 10 years |

A review for impairment of a fixed asset is carried out if events or changes in circumstances indicate that the carrying value of any fixed asset may not be recoverable. Shortfalls between the carrying value of fixed assets and their recoverable amounts are recognised as impairments. Impairment losses are recognised in the Consolidated Statement of Financial Activities.

**1.10 Investments**

Fixed asset investments are a form of financial instrument and are initially recognised at their transaction cost and subsequently measured at fair value at the Balance Sheet date, unless the value cannot be measured reliably in which case it is measured at cost less impairment. Investment gains and losses, whether realised or unrealised, are combined and presented as 'Gains/(Losses) on investments' in the Consolidated Statement of Financial Activities.

Investments in subsidiaries are valued at cost less provision for impairment.

**1.11 Debtors**

Trade and other debtors are recognised at the settlement amount after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

**1.12 Cash at bank and in hand**

Cash at bank and in hand includes cash and short-term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

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**READING SCHOOL**  
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**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 AUGUST 2023**

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**1. Accounting policies (continued)**

**1.13 Liabilities**

Liabilities are recognised when there is an obligation at the Balance Sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably. Liabilities are recognised at the amount that the Group anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide.

**1.14 Provisions**

Provisions are recognised when the Group has an obligation at the reporting date as a result of a past event which it is probable will result in the transfer of economic benefits and the obligation can be estimated reliably.

Provisions are measured at the best estimate of the amounts required to settle the obligation. Where the effect of the time value of money is material, the provision is based on the present value of those amounts, discounted at the pre-tax discount rate that reflects the risks specific to the liability. The unwinding of the discount is recognised within interest payable and similar charges.

**1.15 Financial instruments**

The Group only holds basic financial instruments as defined in FRS 102. The financial assets and financial liabilities of the Group and their measurement bases are as follows:

Financial assets - trade and other debtors are basic financial instruments and are debt instruments measured at amortised cost. Prepayments are not financial instruments. Amounts due to the Academy's wholly owned subsidiary are held at face value less any impairment.

Cash at bank is classified as a basic financial instrument and is measured at face value.

Financial liabilities - trade creditors, accruals and other creditors are financial instruments, and are measured at amortised cost. Taxation and social security are not included in the financial instruments disclosure definition. Deferred income is not deemed to be a financial liability, as the cash settlement has already taken place and there is an obligation to deliver services rather than cash or another financial instrument. Amounts due to the Academy's wholly owned subsidiary are held at face value less any impairment.

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**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 AUGUST 2023**

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**1. Accounting policies (continued)**

**1.16 Pensions**

Retirement benefits to employees of the Group are provided by the Teachers' Pension Scheme ("TPS") and the Local Government Pension Scheme ("LGPS"). These are defined benefit schemes.

The TPS is an unfunded scheme and contributions are calculated so as to spread the cost of pensions over employees' working lives with the Group 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 prospective unit credit method. TPS is an unfunded multi-employer scheme with no underlying assets to assign between employers. Consequently, the TPS is treated as a defined contribution scheme for accounting purposes and the contributions recognised in the period to which they relate.

The LGPS is a funded multi-employer scheme and the assets are held separately from those of the Group in separate trustee administered funds. Pension scheme assets are measured at fair value and liabilities are measured on an actuarial basis using the projected unit credit method and discounted at a rate equivalent to the current rate of return on a high quality corporate bond of equivalent term and currency to the liabilities. The actuarial valuations are obtained at least triennially and are updated at each Balance Sheet date. The amounts charged to operating surplus are the current service costs and the costs of scheme introductions, benefit changes, settlements and curtailments. They are included as part of staff costs as incurred. Net interest on the net defined benefit liability/asset is also recognised in the Consolidated Statement of Financial Activities and comprises the interest cost on the defined benefit obligation and interest income on the scheme assets, calculated by multiplying the fair value of the scheme assets at the beginning of the period by the rate used to discount the benefit obligations. The difference between the interest income on the scheme assets and the actual return on the scheme assets is recognised in other recognised gains and losses.

Actuarial gains and losses are recognised immediately in other recognised gains and losses.

**1.17 Fund accounting**

Unrestricted income funds represent those resources which may be used towards meeting any of the charitable objects of the Group at the discretion of the governors.

Restricted fixed asset funds are resources which are to be applied to specific capital purposes imposed by the funders where the asset acquired or created is held for a specific purpose.

Restricted general funds comprise all other restricted funds received with restrictions imposed by the funder/donor and include grants from the Department for Education Group.

Investment income, gains and losses are allocated to the appropriate fund.

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**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 AUGUST 2023**

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**2. Critical accounting estimates and areas of judgment**

Estimates and judgments 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.

Critical accounting estimates and assumptions:

The Academy 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.

The present value of the Local Government Pension Scheme defined benefit liability depends on a number of factors that are determined on an actuarial basis using a variety of assumptions. The assumptions used in determining the net cost or income for pensions include the discount rate. Any changes in these assumptions, which are disclosed in note 26, will impact the carrying amount of the pension liability. Furthermore a roll forward approach which projects results from the latest full actuarial valuation performed at 31 March 2022 has been used by the actuary in valuing the pensions liability at 31 August 2023. Any differences between the figures derived from the roll forward approach and a full actuarial valuation would impact on the carrying amount of the pension liability.

The asset values are reported using estimated asset allocations prepared by the scheme Actuary. The asset value is calculated at each triennial valuation. Thereafter it is rolled forward to accounting dates using investment returns, contributions received and benefits paid out. During each annual reporting period between triennial valuations, asset returns are estimated using 11 months of market experience and one month of extrapolation being assumed.

Other than LGPS income noted above, the Governors consider that there are no other material judgements in applying accounting policies or key sources of estimation uncertainty.

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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 AUGUST 2023**

**3. Income from donations and capital grants**

|                                 | <b>Unrestricted<br/>funds<br/>2023<br/>£</b> | <b>Restricted<br/>funds<br/>2023<br/>£</b> | <b>Restricted<br/>fixed asset<br/>funds<br/>2023<br/>£</b> | <b>Total<br/>funds<br/>2023<br/>£</b> |
|---------------------------------|----------------------------------------------|--------------------------------------------|------------------------------------------------------------|---------------------------------------|
| Devolved Formula Capital DFC    | -                                            | -                                          | 27,276                                                     | <b>27,276</b>                         |
| Energy Efficiency Capital Grant | -                                            | -                                          | 51,635                                                     | <b>51,635</b>                         |
| Condition Improvement Fund      | -                                            | -                                          | 280,297                                                    | <b>280,297</b>                        |
| Donations                       | 107,715                                      | 370,249                                    | -                                                          | <b>477,964</b>                        |
|                                 | <u>107,715</u>                               | <u>370,249</u>                             | <u>359,208</u>                                             | <u><b>837,172</b></u>                 |

|                              | <i>Unrestricted<br/>funds<br/>2022<br/>£</i> | <i>Restricted<br/>funds<br/>2022<br/>£</i> | <i>Restricted<br/>fixed asset<br/>funds<br/>2022<br/>£</i> | <i>Total<br/>funds<br/>2022<br/>£</i> |
|------------------------------|----------------------------------------------|--------------------------------------------|------------------------------------------------------------|---------------------------------------|
| Devolved Formula Capital DFC | -                                            | -                                          | 27,349                                                     | 27,349                                |
| Condition Improvement Fund   | -                                            | 556,375                                    | -                                                          | 556,375                               |
| Donations                    | 92,080                                       | 430,468                                    | -                                                          | 522,548                               |
|                              | <u>92,080</u>                                | <u>986,843</u>                             | <u>27,349</u>                                              | <u>1,106,272</u>                      |

**4. Income from charitable activities**

|                                                  | <b>Unrestricted<br/>funds<br/>2023<br/>£</b> | <b>Restricted<br/>funds<br/>2023<br/>£</b> | <b>Total<br/>funds<br/>2023<br/>£</b> |
|--------------------------------------------------|----------------------------------------------|--------------------------------------------|---------------------------------------|
| Funding for the Academy's educational operations | 18,815                                       | 7,363,579                                  | <b>7,382,394</b>                      |
| Provision of boarding activities                 | -                                            | 1,153,122                                  | <b>1,153,122</b>                      |
|                                                  | <u>18,815</u>                                | <u>8,516,701</u>                           | <u><b>8,535,516</b></u>               |

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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 AUGUST 2023**

**4. Income from charitable activities (continued)**

|                                                  | <i>Unrestricted<br/>funds<br/>2022<br/>£</i> | <i>Restricted<br/>funds<br/>2022<br/>£</i> | <i>Total<br/>funds<br/>2022<br/>£</i> |
|--------------------------------------------------|----------------------------------------------|--------------------------------------------|---------------------------------------|
| Funding for the Academy's educational operations | 3,815                                        | 6,586,323                                  | 6,590,138                             |
| Provision of boarding activities                 | -                                            | 1,021,590                                  | 1,021,590                             |
|                                                  | <u>3,815</u>                                 | <u>7,607,913</u>                           | <u>7,611,728</u>                      |

**5. Funding for the Academy's charitable activities**

|                                                         | <i>Unrestricted<br/>funds<br/>2023<br/>£</i> | <i>Restricted<br/>funds<br/>2023<br/>£</i> | <i>Total<br/>funds<br/>2023<br/>£</i> |
|---------------------------------------------------------|----------------------------------------------|--------------------------------------------|---------------------------------------|
| <b>Funding for the Academy's educational operations</b> |                                              |                                            |                                       |
| <b>DfE/ESFA grants</b>                                  |                                              |                                            |                                       |
| General Annual Grant (GAG)                              | -                                            | 6,550,876                                  | 6,550,876                             |
| Other DfE/ESFA grants                                   |                                              |                                            |                                       |
| Other DfE/ESFA grants                                   | 3,815                                        | 186,696                                    | 190,511                               |
|                                                         | <u>3,815</u>                                 | <u>6,737,572</u>                           | <u>6,741,387</u>                      |
| <b>Other Government grants</b>                          |                                              |                                            |                                       |
| Other government grants                                 | 15,000                                       | 73,965                                     | 88,965                                |
|                                                         | <u>15,000</u>                                | <u>73,965</u>                              | <u>88,965</u>                         |
| <b>Trips and other income</b>                           | -                                            | 449,542                                    | 449,542                               |
| <b>Other grants</b>                                     |                                              |                                            |                                       |
| Non government grants                                   | -                                            | 102,500                                    | 102,500                               |
|                                                         | <u>18,815</u>                                | <u>7,363,579</u>                           | <u>7,382,394</u>                      |

**READING SCHOOL**  
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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 AUGUST 2023**

**5. Funding for the Academy's charitable activities (continued)**

|                                                         | <i>Unrestricted<br/>funds<br/>2022<br/>£</i> | <i>Restricted<br/>funds<br/>2022<br/>£</i> | <i>Total<br/>funds<br/>2022<br/>£</i> |
|---------------------------------------------------------|----------------------------------------------|--------------------------------------------|---------------------------------------|
| <b>Funding for the Academy's educational operations</b> |                                              |                                            |                                       |
| <b>DfE/ESFA grants</b>                                  |                                              |                                            |                                       |
| General Annual Grant                                    | -                                            | 6,113,949                                  | 6,113,949                             |
| Other DfE/ESFA grants                                   |                                              |                                            |                                       |
| Other DfE/ESFA grants                                   | 3,815                                        | 157,612                                    | 161,427                               |
|                                                         | <u>3,815</u>                                 | <u>6,271,561</u>                           | <u>6,275,376</u>                      |
| <b>Other Government grants</b>                          |                                              |                                            |                                       |
| Other government grants                                 | -                                            | 163,528                                    | 163,528                               |
| <b>Trips income</b>                                     | -                                            | 151,234                                    | 151,234                               |
|                                                         | <u>3,815</u>                                 | <u>6,586,323</u>                           | <u>6,590,138</u>                      |

**6. Income from other trading activities**

|                                  | <b>Unrestricted<br/>funds<br/>2023<br/>£</b> | <b>Restricted<br/>funds<br/>2023<br/>£</b> | <b>Total<br/>funds<br/>2023<br/>£</b> |
|----------------------------------|----------------------------------------------|--------------------------------------------|---------------------------------------|
| Income from recharge of services | 12,202                                       | -                                          | 12,202                                |
| Catering income                  | 327,812                                      | -                                          | 327,812                               |
| Exam fees                        | 1,265                                        | -                                          | 1,265                                 |
| Hire of facilities               | 33,919                                       | -                                          | 33,919                                |
| Miscellaneous income             | 98,798                                       | -                                          | 98,798                                |
| Insurance claim                  | -                                            | 200,000                                    | 200,000                               |
|                                  | <u>473,996</u>                               | <u>200,000</u>                             | <u>673,996</u>                        |

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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 AUGUST 2023**

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**6. Income from other trading activities (continued)**

|                                  | <i>Unrestricted<br/>funds<br/>2022<br/>£</i> | <i>Total<br/>funds<br/>2022<br/>£</i> |
|----------------------------------|----------------------------------------------|---------------------------------------|
| Income from recharge of services | 8,087                                        | 8,087                                 |
| Catering income                  | 318,451                                      | 318,451                               |
| Exam fees                        | 8,599                                        | 8,599                                 |
| Hire of Facilities               | 4,599                                        | 4,599                                 |
| Miscellaneous income             | 68,785                                       | 68,785                                |
|                                  | <u>408,521</u>                               | <u>408,521</u>                        |

**7. Investment income**

|                        | <b>Unrestricted<br/>funds<br/>2023<br/>£</b> | <b>Total<br/>funds<br/>2023<br/>£</b> |
|------------------------|----------------------------------------------|---------------------------------------|
| Bank interest received | <u>74,408</u>                                | <u>74,408</u>                         |

|                        | <i>Unrestricted<br/>funds<br/>2022<br/>£</i> | <i>Total<br/>funds<br/>2022<br/>£</i> |
|------------------------|----------------------------------------------|---------------------------------------|
| Bank interest received | <u>104</u>                                   | <u>104</u>                            |

**READING SCHOOL**  
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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 AUGUST 2023**

**8. Expenditure**

|                                                   | Staff Costs<br>2023<br>£ | Premises<br>2023<br>£ | Other<br>2023<br>£ | Total<br>2023<br>£ |
|---------------------------------------------------|--------------------------|-----------------------|--------------------|--------------------|
| Expenditure on raising voluntary income:          |                          |                       |                    |                    |
| Direct costs                                      | 28,645                   | -                     | 265,083            | 293,728            |
| Funding for the Academy's educational operations: |                          |                       |                    |                    |
| Direct costs                                      | 4,824,720                | -                     | 526,697            | 5,351,417          |
| Allocated support costs                           | 840,930                  | 1,148,318             | 766,958            | 2,756,206          |
| Provision of boarding activities:                 |                          |                       |                    |                    |
| Direct costs                                      | 416,310                  | -                     | 20,711             | 437,021            |
| Allocated support costs                           | 138,933                  | 270,397               | 185,383            | 594,713            |
| <b>Total 2023</b>                                 | <b>6,249,538</b>         | <b>1,418,715</b>      | <b>1,764,832</b>   | <b>9,433,085</b>   |
|                                                   | Staff Costs<br>2022<br>£ | Premises<br>2022<br>£ | Other<br>2022<br>£ | Total<br>2022<br>£ |
| Expenditure on raising voluntary income:          |                          |                       |                    |                    |
| Direct costs                                      | 43,170                   | 1,767                 | 200,195            | 245,132            |
| Funding for the Academy's educational operations: |                          |                       |                    |                    |
| Direct costs                                      | 4,376,815                | -                     | 507,200            | 4,884,015          |
| Allocated support costs                           | 1,151,009                | 1,611,201             | 617,016            | 3,379,226          |
| Provision of boarding activities:                 |                          |                       |                    |                    |
| Direct costs                                      | 366,324                  | -                     | 13,649             | 379,973            |
| Allocated support costs                           | 120,556                  | 218,171               | 224,367            | 563,094            |
|                                                   | <b>6,057,874</b>         | <b>1,831,139</b>      | <b>1,562,427</b>   | <b>9,451,440</b>   |

**READING SCHOOL**  
(A Company Limited by Guarantee)

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 AUGUST 2023**

**9. Analysis of expenditure by activities**

|                                                  | <b>Activities<br/>undertaken<br/>directly<br/>2023<br/>£</b> | <b>Support<br/>costs<br/>2023<br/>£</b> | <b>Total<br/>funds<br/>2023<br/>£</b> |
|--------------------------------------------------|--------------------------------------------------------------|-----------------------------------------|---------------------------------------|
| Funding for the Academy's educational operations | 5,351,417                                                    | 2,756,206                               | 8,107,623                             |
| Provision of boarding activities                 | 437,021                                                      | 594,713                                 | 1,031,734                             |
|                                                  | <u>5,788,438</u>                                             | <u>3,350,919</u>                        | <u>9,139,357</u>                      |

|                                                  | <i>Activities<br/>undertaken<br/>directly<br/>2022<br/>£</i> | <i>Support<br/>costs<br/>2022<br/>£</i> | <i>Total<br/>funds<br/>2022<br/>£</i> |
|--------------------------------------------------|--------------------------------------------------------------|-----------------------------------------|---------------------------------------|
| Funding for the Academy's educational operations | 4,884,015                                                    | 3,379,226                               | 8,263,241                             |
| Provision of boarding activities                 | 379,973                                                      | 563,094                                 | 943,067                               |
|                                                  | <u>5,263,988</u>                                             | <u>3,942,320</u>                        | <u>9,206,308</u>                      |

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**NOTES TO THE FINANCIAL STATEMENTS  
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**9. Analysis of expenditure by activities (continued)**

**Analysis of direct costs**

|                      | <b>Funding for<br/>the<br/>Academy's<br/>educational<br/>operations<br/>2023<br/>£</b> | <b>Provision of<br/>boarding<br/>activities<br/>2023<br/>£</b> | <b>Total<br/>funds<br/>2023<br/>£</b> |
|----------------------|----------------------------------------------------------------------------------------|----------------------------------------------------------------|---------------------------------------|
| Staff costs          | 4,824,720                                                                              | 416,310                                                        | 5,241,030                             |
| Educational supplies | 218,835                                                                                | -                                                              | 218,835                               |
| Examination fees     | 173,714                                                                                | -                                                              | 173,714                               |
| Staff development    | 28,163                                                                                 | -                                                              | 28,163                                |
| Technology costs     | 46,492                                                                                 | -                                                              | 46,492                                |
| Other direct costs   | 59,493                                                                                 | 20,711                                                         | 80,204                                |
|                      | <b>5,351,417</b>                                                                       | <b>437,021</b>                                                 | <b>5,788,438</b>                      |

|                      | <b>Funding for<br/>the<br/>Academy's<br/>educational<br/>operations<br/>2022<br/>£</b> | <b>Provision of<br/>boarding<br/>activities<br/>2022<br/>£</b> | <b>Total<br/>funds<br/>2022<br/>£</b> |
|----------------------|----------------------------------------------------------------------------------------|----------------------------------------------------------------|---------------------------------------|
| Staff costs          | 4,376,815                                                                              | 366,324                                                        | 4,743,139                             |
| Energy costs         | 1,608                                                                                  | -                                                              | 1,608                                 |
| Educational supplies | 233,213                                                                                | -                                                              | 233,213                               |
| Examination fees     | 121,057                                                                                | -                                                              | 121,057                               |
| Staff development    | 16,929                                                                                 | -                                                              | 16,929                                |
| Technology costs     | 101,359                                                                                | -                                                              | 101,359                               |
| Other direct costs   | 33,034                                                                                 | 13,649                                                         | 46,683                                |
|                      | <b>4,884,015</b>                                                                       | <b>379,973</b>                                                 | <b>5,263,988</b>                      |

**READING SCHOOL**  
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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 AUGUST 2023**

**9. Analysis of expenditure by activities (continued)**

**Analysis of support costs**

|                                         | Funding for<br>the<br>Academy's<br>educational<br>operations<br>2023<br>£ | Provision of<br>boarding<br>activities<br>2023<br>£ | Total<br>funds<br>2023<br>£ |
|-----------------------------------------|---------------------------------------------------------------------------|-----------------------------------------------------|-----------------------------|
| Staff costs                             | 840,930                                                                   | 138,933                                             | 979,863                     |
| Depreciation                            | 469,025                                                                   | 12,315                                              | 481,340                     |
| Recruitment and support                 | 27,341                                                                    | -                                                   | 27,341                      |
| Maintenance of premises and equipment   | 491,306                                                                   | 126,941                                             | 618,247                     |
| Cleaning                                | 36,062                                                                    | 15,548                                              | 51,610                      |
| Rents & rates                           | 58,847                                                                    | 9,815                                               | 68,662                      |
| Energy costs                            | 111,420                                                                   | 98,806                                              | 210,226                     |
| Catering                                | 30,192                                                                    | 151,497                                             | 181,689                     |
| Trips                                   | 417,080                                                                   | -                                                   | 417,080                     |
| Bank interest and charges               | 2,878                                                                     | -                                                   | 2,878                       |
| Pension finance cost                    | 41,000                                                                    | -                                                   | 41,000                      |
| Other support costs                     | 147,445                                                                   | 39,494                                              | 186,939                     |
| Insurance                               | -                                                                         | 1,364                                               | 1,364                       |
| Audit and accountancy fees              | 25,480                                                                    | -                                                   | 25,480                      |
| Impairment of assets under construction | 57,200                                                                    | -                                                   | 57,200                      |
|                                         | <u>2,756,206</u>                                                          | <u>594,713</u>                                      | <u>3,350,919</u>            |

Impairment of assets under construction relate to surveyor and architect fees previously capitalised, which are no longer of economic use and subsequently expensed in the accounts.

**READING SCHOOL**  
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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 AUGUST 2023**

**9. Analysis of expenditure by activities (continued)**

**Analysis of support costs (continued)**

|                                       | <i>Funding for<br/>the<br/>Academy's<br/>educational<br/>operations<br/>2022<br/>£</i> | <i>Provision of<br/>boarding<br/>activities<br/>2022<br/>£</i> | <i>Total<br/>funds<br/>2022<br/>£</i> |
|---------------------------------------|----------------------------------------------------------------------------------------|----------------------------------------------------------------|---------------------------------------|
| Staff costs                           | 1,151,009                                                                              | 120,556                                                        | 1,271,565                             |
| Depreciation                          | 437,030                                                                                | 13,248                                                         | 450,278                               |
| Recruitment and support               | 14,956                                                                                 | -                                                              | 14,956                                |
| Maintenance of premises and equipment | 1,018,103                                                                              | 110,104                                                        | 1,128,207                             |
| Cleaning                              | 33,401                                                                                 | 10,994                                                         | 44,395                                |
| Rents & rates                         | 42,549                                                                                 | 20,487                                                         | 63,036                                |
| Energy costs                          | 94,999                                                                                 | 60,921                                                         | 155,920                               |
| Catering                              | 95,728                                                                                 | 131,951                                                        | 227,679                               |
| Trips                                 | 152,402                                                                                | -                                                              | 152,402                               |
| Bank interest and charges             | 3,224                                                                                  | -                                                              | 3,224                                 |
| Pension finance cost                  | 59,000                                                                                 | -                                                              | 59,000                                |
| Other support costs                   | 245,920                                                                                | 93,802                                                         | 339,722                               |
| Insurance                             | -                                                                                      | 1,031                                                          | 1,031                                 |
| Audit fees                            | 15,420                                                                                 | -                                                              | 15,420                                |
| Legal fees                            | 15,485                                                                                 | -                                                              | 15,485                                |
|                                       | <u>3,379,226</u>                                                                       | <u>563,094</u>                                                 | <u>3,942,320</u>                      |

**10. Net income/(expenditure)**

Net income/(expenditure) for the year includes:

|                                       | <b>2023<br/>£</b> | <b>2022<br/>£</b> |
|---------------------------------------|-------------------|-------------------|
| Operating lease rentals               | 11,830            | 11,830            |
| Depreciation of tangible fixed assets | 481,340           | 450,278           |
| Fees paid to auditor for:             |                   |                   |
| - audit                               | 20,520            | 15,420            |
| - other services                      | 4,960             | 4,310             |
|                                       | <u>20,520</u>     | <u>15,420</u>     |
|                                       | <u>4,960</u>      | <u>4,310</u>      |

**READING SCHOOL**  
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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 AUGUST 2023**

**11. Staff**

**a. Staff costs**

Staff costs during the year were as follows:

|                       | <b>Group<br/>2023<br/>£</b> | <i>Group<br/>2022<br/>£</i> | <b>Academy<br/>2023<br/>£</b> | <i>Academy<br/>2022<br/>£</i> |
|-----------------------|-----------------------------|-----------------------------|-------------------------------|-------------------------------|
| Wages and salaries    | 4,726,161                   | 4,405,454                   | 4,695,100                     | 4,381,226                     |
| Social security costs | 475,061                     | 437,743                     | 474,346                       | 437,743                       |
| Pension costs         | 1,048,316                   | 1,214,677                   | 1,048,316                     | 1,214,677                     |
|                       | <u>6,249,538</u>            | <u>6,057,874</u>            | <u>6,217,762</u>              | <u>6,033,646</u>              |

Included in Academy wages and salaries are settlement costs of £Nil (2022: £Nil).

**b. Staff numbers**

The average number of persons employed by the Group and the Academy during the year was as follows:

|                            | <b>Group<br/>2023<br/>No.</b> | <i>Group<br/>2022<br/>No.</i> |
|----------------------------|-------------------------------|-------------------------------|
| Teaching                   | 66                            | 66                            |
| Administration and Support | 66                            | 74                            |
| Management                 | 10                            | 8                             |
|                            | <u>142</u>                    | <u>148</u>                    |

**READING SCHOOL**  
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**NOTES TO THE FINANCIAL STATEMENTS  
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**11. Staff (continued)**

**c. Higher paid staff**

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

|                                 | <b>Group<br/>2023<br/>No.</b> | <b>Group<br/>2022<br/>No.</b> |
|---------------------------------|-------------------------------|-------------------------------|
| In the band £60,001 - £70,000   | 4                             | 4                             |
| In the band £70,001 - £80,000   | -                             | 1                             |
| In the band £90,001 - £100,000  | 1                             | -                             |
| In the band £100,001 - £110,000 | -                             | 1                             |
| In the band £110,001 - £120,000 | 1                             | -                             |

**d. Key management personnel**

The key management personnel of the Academy comprise the governors and the senior management team as listed on page 1. The total amount of employee benefits (including employer pension contributions and employer national insurance contributions) received by key management personnel for their services to the Academy was £839,224 (2022 £660,787).

**12. Governors' remuneration and expenses**

One or more governors has been paid remuneration or has received other benefits from an employment with the Academy. The principal and other staff governors only receive remuneration in respect of services they provide undertaking the roles of principal and staff members under their contracts of employment. The value of governors' remuneration and other benefits was as follows:

|                                         | <b>2023<br/>£</b> | <b>2022<br/>£</b> |
|-----------------------------------------|-------------------|-------------------|
| G Pravda (resigned 18 October 2022)     |                   |                   |
| Remuneration                            | 5,000 - 10,000    | 20,000 - 25,000   |
| Pension contributions paid              | 0 - 5,000         | 0 - 5,000         |
| T Tuggey                                |                   |                   |
| Remuneration                            | 40,000 - 45,000   | 40,000 - 45,000   |
| Pension contributions paid              | 10,000 - 15,000   | 5,000 - 10,000    |
| A M Robson (Headmaster & Trustee)       |                   |                   |
| Remuneration                            | 110,000 - 115,000 | 105,000 - 110,000 |
| Pension contributions paid              | 25,000 - 30,000   | 25,000 - 30,000   |
| G Sellwood (appointed 11 November 2022) |                   |                   |
| Remuneration                            | 30,000 - 35,000   | -                 |
| Pension contributions paid              | 5,000 - 10,000    | -                 |

During the year, retirement benefits were accruing to 3 governors (2022 - 2) in respect of defined contribution pension schemes.

During the year ended 31 August 2023, no governor expenses have been incurred (2022 - £NIL).

**READING SCHOOL**  
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**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 AUGUST 2023**

**13. Governors' and Officers' insurance**

In accordance with normal commercial practice, the Group has purchased insurance to protect governors and officers from claims arising from negligent acts, errors or omissions occurring whilst on academy business. The insurance provides cover up to £1,000,000 on any one claim. The insurance is included as part of the RPA and is not individually quantifiable.

**14. Tangible fixed assets**

**Group**

|                          | Freehold<br>property<br>£ | Long-term<br>leasehold<br>property<br>£ | Plant and<br>machinery<br>£ | Assets in the<br>course of<br>construction<br>£ | Total<br>£ |
|--------------------------|---------------------------|-----------------------------------------|-----------------------------|-------------------------------------------------|------------|
| <b>Cost or valuation</b> |                           |                                         |                             |                                                 |            |
| At 1 September 2022      | 150,000                   | 15,721,563                              | 1,827,489                   | 42,496                                          | 17,741,548 |
| Additions                | -                         | -                                       | 172,772                     | 33,415                                          | 206,187    |
| Disposals                | -                         | -                                       | -                           | (57,220)                                        | (57,220)   |
| At 31 August 2023        | 150,000                   | 15,721,563                              | 2,000,261                   | 18,691                                          | 17,890,515 |
| <b>Depreciation</b>      |                           |                                         |                             |                                                 |            |
| At 1 September 2022      | -                         | 3,465,634                               | 1,409,676                   | -                                               | 4,875,310  |
| Charge for the year      | -                         | 325,926                                 | 155,414                     | -                                               | 481,340    |
| At 31 August 2023        | -                         | 3,791,560                               | 1,565,090                   | -                                               | 5,356,650  |
| <b>Net book value</b>    |                           |                                         |                             |                                                 |            |
| At 31 August 2023        | 150,000                   | 11,930,003                              | 435,171                     | 18,691                                          | 12,533,865 |
| At 31 August 2022        | 150,000                   | 12,255,929                              | 417,813                     | 42,496                                          | 12,866,238 |

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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 AUGUST 2023**

**14. Tangible fixed assets (continued)**

**Academy**

|                          | Freehold<br>property<br>£ | Long-term<br>leasehold<br>property<br>£ | Plant and<br>machinery<br>£ | Assets in the<br>course of<br>construction<br>£ | Total<br>£ |
|--------------------------|---------------------------|-----------------------------------------|-----------------------------|-------------------------------------------------|------------|
| <b>Cost or valuation</b> |                           |                                         |                             |                                                 |            |
| At 1 September 2022      | 150,000                   | 15,721,563                              | 1,827,489                   | 42,496                                          | 17,741,548 |
| Additions                | -                         | -                                       | 172,772                     | 33,415                                          | 206,187    |
| Disposals                | -                         | -                                       | -                           | (57,220)                                        | (57,220)   |
| At 31 August 2023        | 150,000                   | 15,721,563                              | 2,000,261                   | 18,691                                          | 17,890,515 |
| <b>Depreciation</b>      |                           |                                         |                             |                                                 |            |
| At 1 September 2022      | -                         | 3,465,634                               | 1,409,676                   | -                                               | 4,875,310  |
| Charge for the year      | -                         | 325,926                                 | 155,414                     | -                                               | 481,340    |
| At 31 August 2023        | -                         | 3,791,560                               | 1,565,090                   | -                                               | 5,356,650  |
| <b>Net book value</b>    |                           |                                         |                             |                                                 |            |
| At 31 August 2023        | 150,000                   | 11,930,003                              | 435,171                     | 18,691                                          | 12,533,865 |
| At 31 August 2022        | 150,000                   | 12,255,929                              | 417,813                     | 42,496                                          | 12,866,238 |

**READING SCHOOL**  
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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 AUGUST 2023**

**15. Fixed asset investments**

|                          | Investments<br>in<br>subsidiary<br>companies<br>£ |
|--------------------------|---------------------------------------------------|
| <b>Academy</b>           |                                                   |
| <b>Cost or valuation</b> |                                                   |
| At 1 September 2022      | 2                                                 |
| At 31 August 2023        | <u>2</u>                                          |

**Principal subsidiaries**

The following were subsidiary undertakings of the Academy:

| <b>Names</b>                                            | <b>Company<br/>number</b> | <b>Registered office or principal place<br/>of business</b> | <b>Class of<br/>shares</b> | <b>Holding</b> | <b>Included in<br/>consolidation</b> |
|---------------------------------------------------------|---------------------------|-------------------------------------------------------------|----------------------------|----------------|--------------------------------------|
| The Reading School Overseas Partnership Company Limited | 11421404                  | Reading School,<br>Erleigh Road,<br>Reading,<br>RG1 5LW     | Ordinary                   | 100%           | Yes                                  |
| Future Stories Community Enterprise Limited             | 14018895                  | Reading School,<br>Erleigh Road,<br>Reading,<br>RG1 5LW     | Ordinary                   | 100%           | Yes                                  |

The financial results of the subsidiaries for the year were:

| <b>Names</b>                                            | <b>Income<br/>£</b> | <b>Expenditure<br/>£</b> | <b>Profit/(Loss)<br/>/ Surplus/<br/>(Deficit) for<br/>the year<br/>£</b> | <b>Net assets<br/>£</b> |
|---------------------------------------------------------|---------------------|--------------------------|--------------------------------------------------------------------------|-------------------------|
| The Reading School Overseas Partnership Company Limited | 80                  | (5,197)                  | (5,117)                                                                  | 37,892                  |
| Future Stories Community Enterprise Limited             | 44,700              | (93,185)                 | (48,485)                                                                 | (48,484)                |

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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 AUGUST 2023**

**16. Debtors**

|                                    | Group<br>2023<br>£ | Group<br>2022<br>£ | Academy<br>2023<br>£ | Academy<br>2022<br>£ |
|------------------------------------|--------------------|--------------------|----------------------|----------------------|
| <b>Due within one year</b>         |                    |                    |                      |                      |
| Trade debtors                      | 268,093            | 250,052            | 268,093              | 250,052              |
| Amounts owed by group undertakings | -                  | -                  | 60,202               | 557                  |
| Other debtors                      | 62,189             | 98,809             | 62,189               | 86,938               |
| Prepayments and accrued income     | 388,661            | 122,422            | 373,661              | 122,422              |
|                                    | <u>718,943</u>     | <u>471,283</u>     | <u>764,145</u>       | <u>459,969</u>       |

**17. Creditors: Amounts falling due within one year**

|                                    | Group<br>2023<br>£ | Group<br>2022<br>£ | Academy<br>2023<br>£ | Academy<br>2022<br>£ |
|------------------------------------|--------------------|--------------------|----------------------|----------------------|
| Trade creditors                    | 228,070            | 219,703            | 228,070              | 218,653              |
| Other taxation and social security | 198,021            | 195,027            | 198,021              | 195,027              |
| Other creditors                    | 131,479            | 116,607            | 131,479              | 116,607              |
| Accruals and deferred income       | 728,501            | 764,048            | 712,874              | 759,048              |
|                                    | <u>1,286,071</u>   | <u>1,295,385</u>   | <u>1,270,444</u>     | <u>1,289,335</u>     |

|                                        | Group<br>2023<br>£ | Group<br>2022<br>£ | Academy<br>2023<br>£ | Academy<br>2022<br>£ |
|----------------------------------------|--------------------|--------------------|----------------------|----------------------|
| <b>Deferred income</b>                 |                    |                    |                      |                      |
| Deferred income at 1 September 2022    | 436,204            | 351,468            | 436,204              | 351,468              |
| Amounts released from previous periods | (436,204)          | (351,468)          | (436,204)            | (351,468)            |
| Resources deferred during the year     | 483,587            | 436,204            | 483,587              | 436,204              |
|                                        | <u>483,587</u>     | <u>436,204</u>     | <u>483,587</u>       | <u>436,204</u>       |

Deferred income is mainly relating to Michaelmas term boarding fees income.

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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 AUGUST 2023**

**18. Statement of funds**

|                                         | Balance at 1<br>September<br>2022<br>£ | Income<br>£ | Expenditure<br>£ | Transfers<br>in/out<br>£ | Gains/<br>(Losses)<br>£ | Balance at<br>31 August<br>2023<br>£ |
|-----------------------------------------|----------------------------------------|-------------|------------------|--------------------------|-------------------------|--------------------------------------|
| <b>Unrestricted<br/>funds</b>           |                                        |             |                  |                          |                         |                                      |
| General Funds                           | 998,701                                | 674,934     | (522,764)        | -                        | -                       | 1,150,871                            |
| <b>Restricted<br/>general funds</b>     |                                        |             |                  |                          |                         |                                      |
| Reading<br>Foundation<br>revenue fund   | 107,249                                | 289,851     | (166,285)        | -                        | -                       | 230,815                              |
| General Annual<br>Grant (GAG)           | 311,720                                | 6,737,572   | (6,674,383)      | (51,368)                 | -                       | 323,541                              |
| Provision for<br>boarding               | 363,071                                | 1,153,123   | (1,019,419)      | -                        | -                       | 496,775                              |
| Other restricted<br>income fund         | 331,692                                | 706,404     | (449,894)        | -                        | -                       | 588,202                              |
| Pension reserve                         | (1,072,000)                            | -           | (119,000)        | -                        | 419,000                 | (772,000)                            |
|                                         | 41,732                                 | 8,886,950   | (8,428,981)      | (51,368)                 | 419,000                 | 867,333                              |
| <b>Restricted fixed<br/>asset funds</b> |                                        |             |                  |                          |                         |                                      |
| Fixed assets                            | 12,866,238                             | -           | (481,340)        | 148,967                  | -                       | 12,533,865                           |
| Capital grants                          | -                                      | 559,208     | -                | (97,599)                 | -                       | 461,609                              |
|                                         | 12,866,238                             | 559,208     | (481,340)        | 51,368                   | -                       | 12,995,474                           |
| <b>Total Restricted<br/>funds</b>       | 12,907,970                             | 9,446,158   | (8,910,321)      | -                        | 419,000                 | 13,862,807                           |
| <b>Total funds</b>                      | 13,906,671                             | 10,121,092  | (9,433,085)      | -                        | 419,000                 | 15,013,678                           |

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**READING SCHOOL**  
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**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 AUGUST 2023**

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**18. Statement of funds (continued)**

The specific purposes for which the funds are to be applied are as follows:

The General Annual Grant (GAG) represents the core funding for the educational activities of the School that has been provided to the Academy via the Education Funding Agency. The General Annual Grant Fund has been set up because the GAG must be used for the normal running costs of the Academy.

The LGPS deficit fund has been created to separately identify the pension deficit inherited from the local authority upon conversion to Academy status, and through which all the pension scheme movements are recognised.

The provision for boarding fund has been set up to recognise the fee income from parents to cover the provision of boarding and lodging for pupils. The relevant restricted expenditure is then also recorded through this fund.

The capital grants fund has been created to recognise the restricted grant funding received from all sources towards capital expenditure projects undertaken throughout the School. Transfers are made to the capital grants fixed asset fund for expenditure incurred that is in respect of tangible fixed assets.

The other restricted income fund has been created to recognise all sundry sources of restricted income from various sources that are individually immaterial in value. The relevant restricted expenditure is then also recorded through this fund.

The General Annual Grant fixed assets fund has been set up to recognise the tangible assets purchased by the Academy following conversion that have been funded from the General Annual Grant. This fund has been created by a transfer from the General Annual Grant fund of an amount equivalent to the cost of the tangible assets involved. Depreciation charged on those tangible assets is allocated to the fund.

The capital grants fixed assets fund has been set up to recognise the tangible assets purchased by the Academy following conversion that have been funded by capital grants received by the Academy. This fund has been used to recognise the income received and once the assets involved are completed, depreciation charged on those tangible assets will be allocated to the fund.

Under the funding agreement with the Secretary of State, the Academy was not subject to a limit on the amount of GAG it could carry forward at 31 August 2023.

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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 AUGUST 2023**

**18. Statement of funds (continued)**

Comparative information in respect of the preceding year is as follows:

|                                     | Balance at<br>1 September<br>2021<br>£ | Income<br>£ | Expenditure<br>£ | Transfers<br>in/out<br>£ | Gains/<br>(Losses)<br>£ | Balance at<br>31 August<br>2022<br>£ |
|-------------------------------------|----------------------------------------|-------------|------------------|--------------------------|-------------------------|--------------------------------------|
| <b>Unrestricted funds</b>           |                                        |             |                  |                          |                         |                                      |
| General Funds                       | 912,265                                | 504,520     | (418,084)        | -                        | -                       | 998,701                              |
| <b>Restricted general funds</b>     |                                        |             |                  |                          |                         |                                      |
| Reading Foundation revenue fund     | 106,611                                | 371,800     | (371,162)        | -                        | -                       | 107,249                              |
| General Annual Grant (GAG)          | 382,248                                | 6,270,043   | (6,132,347)      | (208,224)                | -                       | 311,720                              |
| Provision for boarding              | 271,300                                | 1,021,590   | (929,819)        | -                        | -                       | 363,071                              |
| Capital grants                      | -                                      | 556,375     | (556,375)        | -                        | -                       | -                                    |
| other Restricted income fund        | 130,119                                | 374,948     | (173,375)        | -                        | -                       | 331,692                              |
| Pension reserve                     | (3,641,000)                            | -           | (420,000)        | -                        | 2,989,000               | (1,072,000)                          |
|                                     | (2,750,722)                            | 8,594,756   | (8,583,078)      | (208,224)                | 2,989,000               | 41,732                               |
| <b>Restricted fixed asset funds</b> |                                        |             |                  |                          |                         |                                      |
| Fixed assets                        | 13,080,943                             | 27,349      | (450,278)        | 208,224                  | -                       | 12,866,238                           |
| <b>Total Restricted funds</b>       | 10,330,221                             | 8,622,105   | (9,033,356)      | -                        | 2,989,000               | 12,907,970                           |
| <b>Total funds</b>                  | 11,242,486                             | 9,126,625   | (9,451,440)      | -                        | 2,989,000               | 13,906,671                           |

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

**Analysis of net assets between funds - current year**

|                                        | Unrestricted<br>funds<br>2023<br>£ | Restricted<br>funds<br>2023<br>£ | Restricted<br>fixed asset<br>funds<br>2023<br>£ | Total<br>funds<br>2023<br>£ |
|----------------------------------------|------------------------------------|----------------------------------|-------------------------------------------------|-----------------------------|
| Tangible fixed assets                  | -                                  | -                                | 12,533,865                                      | 12,533,865                  |
| Current assets                         | 2,436,942                          | 1,639,333                        | 461,609                                         | 4,537,884                   |
| Creditors due within one year          | (1,286,071)                        | -                                | -                                               | (1,286,071)                 |
| Provisions for liabilities and charges | -                                  | (772,000)                        | -                                               | (772,000)                   |
| <b>Total</b>                           | <b>1,150,871</b>                   | <b>867,333</b>                   | <b>12,995,474</b>                               | <b>15,013,678</b>           |

**Analysis of net assets between funds - prior year**

|                                        | Unrestricted<br>funds<br>2022<br>£ | Restricted<br>funds<br>2022<br>£ | Restricted<br>fixed asset<br>funds<br>2022<br>£ | Total<br>funds<br>2022<br>£ |
|----------------------------------------|------------------------------------|----------------------------------|-------------------------------------------------|-----------------------------|
| Tangible fixed assets                  | -                                  | -                                | 12,866,238                                      | 12,866,238                  |
| Current assets                         | 2,294,086                          | 1,113,732                        | -                                               | 3,407,818                   |
| Creditors due within one year          | (1,295,385)                        | -                                | -                                               | (1,295,385)                 |
| Provisions for liabilities and charges | -                                  | (1,072,000)                      | -                                               | (1,072,000)                 |
| <b>Total</b>                           | <b>998,701</b>                     | <b>41,732</b>                    | <b>12,866,238</b>                               | <b>13,906,671</b>           |

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**20. Reconciliation of net income/(expenditure) to net cash flow from operating activities**

|                                                                                  | 2023<br>£      | 2022<br>£        |
|----------------------------------------------------------------------------------|----------------|------------------|
| Net income/(expenditure) for the year (as per Statement of Financial Activities) | <b>688,007</b> | <b>(324,815)</b> |
| <b>Adjustments for:</b>                                                          |                |                  |
| Depreciation                                                                     | 481,340        | 450,278          |
| Capital grants from DfE and other capital income                                 | (78,911)       | (27,349)         |
| Bank interest received                                                           | (74,408)       | (104)            |
| Defined benefit pension scheme cost less contributions payable                   | 78,000         | 361,000          |
| Defined benefit pension scheme finance cost                                      | 41,000         | 59,000           |
| Increase in debtors                                                              | (247,660)      | (40,481)         |
| (Decrease)/increase in creditors                                                 | (9,314)        | 250,325          |
| Bank interest paid                                                               | -              | 8,920            |
| Loss on the disposal of fixed assets                                             | 57,220         | -                |
| <b>Net cash provided by operating activities</b>                                 | <b>935,274</b> | <b>736,774</b>   |

**21. Cash flows from financing activities**

|                                                            | Group<br>2023<br>£ | Group<br>2022<br>£ |
|------------------------------------------------------------|--------------------|--------------------|
| Interest paid                                              | -                  | (8,920)            |
| <b>Net cash provided by/(used in) financing activities</b> | <b>-</b>           | <b>(8,920)</b>     |

**22. Cash flows from investing activities**

|                                              | Group<br>2023<br>£ | Group<br>2022<br>£ |
|----------------------------------------------|--------------------|--------------------|
| Purchase of tangible fixed assets            | (206,187)          | (235,573)          |
| Capital grants from DfE Group                | 78,911             | 27,349             |
| Interest received                            | 74,408             | 104                |
| <b>Net cash used in investing activities</b> | <b>(52,868)</b>    | <b>(208,120)</b>   |

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**23. Analysis of cash and cash equivalents**

|                                        | <b>Group<br/>2023<br/>£</b> | <b>Group<br/>2022<br/>£</b> |
|----------------------------------------|-----------------------------|-----------------------------|
| Cash in hand and at bank               | 3,818,941                   | 2,936,535                   |
| <b>Total cash and cash equivalents</b> | <b>3,818,941</b>            | <b>2,936,535</b>            |

**24. Analysis of changes in net debt**

|                          | <b>At 1<br/>September<br/>2022<br/>£</b> | <b>Cash flows<br/>£</b> | <b>At 31<br/>August 2023<br/>£</b> |
|--------------------------|------------------------------------------|-------------------------|------------------------------------|
| Cash at bank and in hand | 2,936,535                                | 882,406                 | 3,818,941                          |
|                          | <b>2,936,535</b>                         | <b>882,406</b>          | <b>3,818,941</b>                   |

**25. Capital commitments**

|                                                                      | <b>Group<br/>2023<br/>£</b> | <b>Group<br/>2022<br/>£</b> | <b>Academy<br/>2023<br/>£</b> | <b>Academy<br/>2022<br/>£</b> |
|----------------------------------------------------------------------|-----------------------------|-----------------------------|-------------------------------|-------------------------------|
| <b>Contracted for but not provided in these financial statements</b> |                             |                             |                               |                               |
| Computer equipment                                                   | -                           | 31,338                      | -                             | 31,338                        |
| CIF project                                                          | 340,731                     | -                           | 340,731                       | -                             |
|                                                                      | <b>340,731</b>              | <b>31,338</b>               | <b>340,731</b>                | <b>31,338</b>                 |

**26. Pension commitments**

The Academy's employees belong to two principal pension schemes: the Teachers' Pension Scheme England and Wales (TPS) for academic and related staff; and the Local Government Pension Scheme (LGPS) for non-teaching staff, which is managed by the Royal Borough of Windsor and Maidenhead. Both are multi-employer defined benefit schemes.

The latest actuarial valuation of the TPS related to the period ended 31 March 2020 and of the LGPS 31 March 2022.

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**26. Pension commitments (continued)**

Contributions amounting to £82,626 were payable to the schemes at 31 August 2023 (2022 - £77,132) and are included within creditors.

**Teachers' Pension Scheme**

The School participates in the Teachers' Pension Scheme ("the TPS") for its teaching staff. The pension charge for the year includes contributions payable to the TPS of £716,737 (2022: £647,883) and at the year end £Nil (2022 - £Nil) was accrued in respect of contributions to this scheme.

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

**Valuation of the Teachers' Pension Scheme**

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

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

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

**Local Government Pension Scheme**

The LGPS is a funded defined benefit pension scheme, with the assets held in separate trustee-administered funds. The total contribution made for the year ended 31 August 2023 was £295,000 (2022 - £255,000), of which employer's contributions totalled £223,000 (2022 - £195,000) and employees' contributions totalled £72,000 (2022 - £60,000). The agreed contribution rates for future years are 22.6% for employers and 5.5% to 12.5% for employees.

The LGPS obligation relates to the employees of the Academy, who were the employees transferred as part of the conversion from the maintained school and new employees who were eligible to, and have joined the Scheme since then. The obligation in respect of employees who transferred on conversion represents their cumulative service at both the predecessor school and the Academy at the balance sheet date.

Parliament has agreed, at the request of the Secretary of State for Education, to a guarantee that, in the event of academy closure, outstanding Local Government Pension Scheme liabilities would be met by the Department for Education. The guarantee came into force on 18 July 2013.

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**26. Pension commitments (continued)**

**Principal actuarial assumptions**

Royal County of Berkshire Pension Fund

|                                                    | <b>2023</b> | <b>2022</b> |
|----------------------------------------------------|-------------|-------------|
|                                                    | <b>%</b>    | <b>%</b>    |
| Rate of increase in salaries                       | <b>3.90</b> | <b>4.00</b> |
| Rate of increase for pensions in payment/inflation | <b>2.90</b> | <b>3.00</b> |
| Discount rate for scheme liabilities               | <b>5.30</b> | <b>4.25</b> |

The current mortality assumptions include sufficient allowance for future improvements in mortality rates. The assumed life expectations on retirement age 65 are:

|                             | <b>2023</b>  | <b>2022</b>  |
|-----------------------------|--------------|--------------|
|                             | <b>Years</b> | <b>Years</b> |
| <i>Retiring today</i>       |              |              |
| Males                       | <b>20.7</b>  | <b>21.0</b>  |
| Females                     | <b>23.6</b>  | <b>23.8</b>  |
| <i>Retiring in 20 years</i> |              |              |
| Males                       | <b>22.0</b>  | <b>22.3</b>  |
| Females                     | <b>25.0</b>  | <b>25.3</b>  |

**Share of scheme assets**

The Group's share of the assets in the scheme was:

|                                     | <b>At 31<br/>August 2023</b> | <b>At 31 August<br/>2022</b> |
|-------------------------------------|------------------------------|------------------------------|
|                                     | <b>£000</b>                  | <b>£000</b>                  |
| Equities                            | <b>2,194</b>                 | <b>1,730</b>                 |
| Other bonds                         | <b>-</b>                     | <b>427</b>                   |
| Property                            | <b>324</b>                   | <b>371</b>                   |
| Cash                                | <b>25</b>                    | <b>47</b>                    |
| Credit                              | <b>412</b>                   | <b>-</b>                     |
| Infrastructure                      | <b>436</b>                   | <b>300</b>                   |
| Target return portfolio             | <b>-</b>                     | <b>4</b>                     |
| Longevity insurance                 | <b>(159)</b>                 | <b>(112)</b>                 |
| <b>Total market value of assets</b> | <b>3,232</b>                 | <b>2,767</b>                 |

The actual return on scheme assets was £-10,000 (2022 - £167,000).

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**26. Pension commitments (continued)**

The amounts recognised in the Consolidated Statement of Financial Activities are as follows:

|                                                                                      | 2023<br>£000 | 2022<br>£000 |
|--------------------------------------------------------------------------------------|--------------|--------------|
| Current service cost                                                                 | 299          | 553          |
| Net interest on the defined liability (asset)                                        | 41           | 59           |
| Administrative expenses                                                              | 2            | 3            |
| <b>Total amount recognised in the Consolidated Statement of Financial Activities</b> | <b>342</b>   | <b>615</b>   |

Changes in the present value of the defined benefit obligations were as follows:

|                                                          | 2023<br>£000 | 2022<br>£000 |
|----------------------------------------------------------|--------------|--------------|
| <b>At 1 September</b>                                    | <b>3,839</b> | <b>6,146</b> |
| Current service cost                                     | 299          | 553          |
| Interest cost                                            | 165          | 101          |
| Actuarial (gains)/losses                                 | (370)        | (2,864)      |
| Estimated benefits paid net of transfers in              | (1)          | (157)        |
| Contributions by Scheme participants and other employers | 72           | 60           |
| <b>At 31 August</b>                                      | <b>4,004</b> | <b>3,839</b> |

Changes in the fair value of the Group's share of scheme assets were as follows:

|                                                           | 2023<br>£    | 2022<br>£    |
|-----------------------------------------------------------|--------------|--------------|
| <b>At 1 September</b>                                     | <b>2,767</b> | <b>2,505</b> |
| Estimated benefits paid plus unfunded net of transfers in | (1)          | (157)        |
| Interest income                                           | 124          | 42           |
| Contributions by employer including unfunded              | 223          | 195          |
| Contributions by Scheme participants and other employers  | 72           | 60           |
| Administration expenses                                   | (2)          | (3)          |
| Return on assets less interest                            | (134)        | 125          |
| Other actuarial gains/(losses)                            | 183          | -            |
| <b>At 31 August</b>                                       | <b>3,232</b> | <b>2,767</b> |

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**NOTES TO THE FINANCIAL STATEMENTS**  
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**27. Operating lease commitments**

At 31 August 2023 the Group and the Academy had commitments to make future minimum lease payments under non-cancellable operating leases as follows:

|                                              | <b>Group<br/>2023<br/>£</b> | <b>Group<br/>2022<br/>£</b> | <b>Academy<br/>2023<br/>£</b> | <b>Academy<br/>2022<br/>£</b> |
|----------------------------------------------|-----------------------------|-----------------------------|-------------------------------|-------------------------------|
| Not later than 1 year                        | <b>11,830</b>               | <b>11,830</b>               | <b>11,830</b>                 | <b>11,830</b>                 |
| Later than 1 year and not later than 5 years | <b>8,151</b>                | <b>20,013</b>               | <b>8,151</b>                  | <b>20,013</b>                 |
|                                              | <b>19,981</b>               | <b>31,843</b>               | <b>19,981</b>                 | <b>31,843</b>                 |

**28. Members' liability**

Each member of the charitable company undertakes to contribute to the assets of the company in the event of it being wound up while he/she is a member, or within one year after he/she ceases to be a member, such amount as may be required, not exceeding £10 for the debts and liabilities contracted before he/she ceases to be a member.

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**29. Related party transactions**

Owing to the nature of the Academy and the composition of the board of governors being drawn from local public and private sector organisations, transactions may take place with organisations in which the governors have an interest. All transactions involving such organisations are conducted in accordance with the requirements of the Academy Trust Handbook, including notifying the ESFA of all transactions made on or after 1 April 2019 and obtaining their approval where required, and with the Academy's financial regulations and normal procurement procedures relating to connected and related party transactions.

The Charitable Company is related to The Reading Foundation, a Charitable Company registered with the Charity Commission in England and Wales under charity registration number 294640. The Reading Foundation owns the freehold of the land and buildings which comprise the main site for the School that have been leased on a long term basis (125 years from 2011) to the Academy. The rent payable under the lease is a peppercorn only, and The Reading Foundation works closely with the Academy to determine what capital projects are necessary and to assist with the raising of funds to finance those projects.

Contributions received from the Reading Foundation totalled £268,501 (2022: £391,500) and as at 31 August 2023 the Academy was owed £Nil (2022: £Nil). Income of £15,818 (2022: £29,473) was received from Old Redingensians and the Academy was owed £Nil (2022: £3,009) at the year end. Income of £28,285 (2022: £30,911) was received from Reading School Parents' Association and the Academy was owed £198 (2022: £28,232) at the year end.

In 2023 the following amounts were paid to related parties:

- £Nil (2022: £455) was paid to Jennifer Cornish Designs, a company co-owned by the wife of a teacher, for the design and production of school branding and marketing materials.
- £1,250 (2022: £Nil) was paid to PSH Estate Maintenance, a business owned by the brother of a member of associate staff, to perform work on the estate this year.

**30. Agency arrangements**

The Academy Trust administers the disbursement of the discretionary support for learners, 16-19 Bursary Funds, on behalf of the ESFA. In the year it received £5,536 (2022: £5,339) and paid out £2,061 including allowable administrative expenses (2022: £1,783). The balances have been netted off to eliminate the income and expenditure relating to this agency arrangements.

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**31. Boarding school trading account**

|                                 | 2023<br>£        | 2023<br>£             | 2022<br>£        | 2022<br>£            |
|---------------------------------|------------------|-----------------------|------------------|----------------------|
| <b>Income</b>                   |                  |                       |                  |                      |
| <b>Direct income</b>            |                  |                       |                  |                      |
| Fee income                      | 1,148,906        |                       | 1,015,226        |                      |
| Other income                    | 4,216            |                       | 6,364            |                      |
| <b>Total direct income</b>      | <u>1,153,122</u> |                       | <u>1,021,590</u> |                      |
| <b>Total income</b>             |                  | 1,153,122             |                  | 1,021,590            |
| <b>Expenditure</b>              |                  |                       |                  |                      |
| <b>Direct expenditure</b>       |                  |                       |                  |                      |
| Direct staff costs              | 416,310          |                       | 366,324          |                      |
| Other direct costs              | 20,711           |                       | 13,649           |                      |
| <b>Total direct expenditure</b> | <u>437,021</u>   |                       | <u>379,973</u>   |                      |
| <b>Other expenditure</b>        |                  |                       |                  |                      |
| Other staff costs               | 138,933          |                       | 120,556          |                      |
| Depreciation                    | 12,315           |                       | 13,248           |                      |
| Utilities                       | 98,806           |                       | 60,921           |                      |
| Rent and rates                  | 9,815            |                       | 20,487           |                      |
| Insurance                       | 1,364            |                       | 1,031            |                      |
| Catering                        | 151,497          |                       | 131,951          |                      |
| Building maintenance            | 126,941          |                       | 110,104          |                      |
| Cleaning                        | 15,548           |                       | 10,994           |                      |
| Other support costs             | 39,494           |                       | 93,802           |                      |
| <b>Total other expenditure</b>  | <u>594,713</u>   |                       | <u>563,094</u>   |                      |
| <b>Total expenditure</b>        |                  | <u>1,031,734</u>      |                  | <u>943,067</u>       |
| <b>Surplus from all sources</b> |                  | <u><u>121,388</u></u> |                  | <u><u>78,523</u></u> |