

REGISTERED COMPANY NUMBER: 03888310 (England and Wales)
REGISTERED CHARITY NUMBER: 1080024

REPORT OF THE TRUSTEES AND
FINANCIAL STATEMENTS FOR THE YEAR
ENDED 31 AUGUST 2022
FOR
THE LEWES NEW SCHOOL LIMITED

Worth knowing Accountants Limited

S14, 22-25 Portman Close

London
W1H 6BS

THE LEWES NEW SCHOOL LIMITED
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STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2022

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THE LEWES NEW SCHOOL LIMITED
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 AUGUST 2022

The Trustees, who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31st August 2022. The Trustees have adopted the provisions of Accounting and Reporting by Charities Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) (effective 1st January 2015).

THE LEWES NEW SCHOOL LIMITED

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 AUGUST 2022**

OBJECTIVES AND ACTIVITIES

Current Use of the Former School Site

It was decided by the LNS Trustees in January 2018 that the school was no longer financially viable as a business. Notice was given to the parents that the school would close at the end of the summer term in July 2018.

After the closure of the school, the Trustees decided to sell the site and buildings. They concluded that the best way to safeguard the premises in the interim was to let out spaces to the community; to continue to run all services needed to do so (security and fire systems, heating etc); and to contract someone on a part time basis to maintain the premises and manage those activities.

The lettings have been much appreciated by the community and had been buoyant until the Covid 19 lockdown ended all classes. A few individual hirers of private spaces were able to safely continue their essential services (health and food) on the premises. Towards the end of July 2020 when regulations relaxed other private hirers could begin to use their spaces. We carried out a thorough Covid 19 risk assessment and developed the required safety policies and procedures such that appropriate and carefully managed classes and activities could start to take place from late August 2020 onwards.

Sale of the School Site

Following Charity Commission guidelines we had consulted with a suitably qualified chartered surveyor (whom we will continue to consult) and with architectural and development firms, and made the decision to divide the former LNS site and market the property in two parts in order to maximise the sale value of the site.

The **Main Site** is approximately 2/3rds of the plot, and comprises the two main listed school buildings and roughly half of the playground area, and is accessed from Talbot Terrace.

The **Rear Site** comprises the most easterly part of the playground and is accessed via Pelham Terrace. Plans were submitted in early 2020 for permission to build one 2-bedroom and two 3-bedroom houses on the site. After an inevitable long delay due to the Covid 19 lockdown, planning permission was granted on 2nd September 2020.

Acting on the advice of our solicitor, experienced in charity law, the Trustees engaged an appropriately qualified Chartered Surveyors to carry out a red book valuation of the two sites, and in early 2021 commissioned estate agents to market the sites. After due processes an offer was accepted for each site, with confirmation from our solicitor that the offers were in line with market expectations.

THE LEWES NEW SCHOOL LIMITED

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 AUGUST 2022**

There have been delays in completing each sale. Contracts were exchanged for the sale of “the Residential Site” on September 7th 2021 with an extended time for completion due to the need to rectify a failure by the Planning Authority to consult Highways. However, the sale of the site was able to complete on 5th August 2022 for the price of £736,000, with half of the total value paid on that date, and the other half to follow.

In the case of the “Commercial Site”, the buyer who needed to sell their premises, experienced delays after a number of bids failed to complete. They are now close to completing a sale and we anticipate completing on the sale of the “commercial site” this year.

Public Benefit Aims and Intended Impact – Future Plans

Due to the process of selling their premises, the Trustees have not been able to carry out significant beneficial activities in the past year, other than the support we have given to community educational activities through our lettings. The Trustees’ primary aim this year has been to achieve an optimal sale of the premises, and to repay The Guerrand Hermés Foundation for Peace who had provided working capital over the past four years. This loan has for the most part been repaid to the Foundation on completion of the Residential Site sale.

Once both sales are complete, the Trustees intend to use the accrued funds to create or assist an appropriate educational project subject to Charity Commission approval.

THE LEWES NEW SCHOOL LIMITED

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 AUGUST 2022**

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing Document

Trustees

The Trustees are also the Directors of the charitable company Lewes New School Limited.

Trustees are recruited and selected based on their professional attributes, knowledge and commitment to the Charity's ethos and approach to education which is human-centred, their ability to manage and organise, and their standing within the local and international communities.

The Trustees of the Lewes New School

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number
03888310 (England and Wales)

Registered Charity number
1080024

Registered office
7 Bell Yard, London, England, WC2A 2JR

Trustees

S Horthy
S R Gill
A J Holloway
Mrs F J P McGarry

Chair of Trustees

Sharif Horthy

Company Secretary
S Horthy

14-Mar-23

THE LEWES NEW SCHOOL LIMITED**STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 AUGUST 2022**

	Notes	Unrestricted Funds £	Restricted fund £	31.8.22 Total funds £	31.8.21 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies		-	-	-	-
Gain on Disposal of Residential Site		242,613		242,613	-
Investment Income	2	6,638		6,638	18,621
Total		249,251	-	249,251	18,621
EXPENDITURE ON					
Raising funds	3	-	-	-	-
Charitable activities		-	-	-	-
Educational operations		-	-	-	-
Governance costs		-	-	-	-
Other		90,310		90,310	31,846
Total		90,310	-	90,310	31,846
NET INCOME/ (EXPENDITURE)		158,941	-	158,941	(13,225)
RECONCILIATION OF FUNDS					
Total funds brought forward		613,974	-	613,974	627,199
Prior Year Adjustment			-		
TOTAL FUNDS CARRIED FORWARD		772,915	-	772,915	613,974

THE LEWES NEW SCHOOL LIMITED**STATEMENT OF FINANCIAL POSITION
AT 31 AUGUST 2022**

	Notes	Unrestricted Funds £	Restricted fund £	31.8.22 Total funds £	31.8.21 Total Funds £
FIXED ASSETS					
Tangible assets	7	819	475,000	475,819	951,092
CURRENT ASSETS					
Debtors	8	388,884	-	388,884	20,726
Cash at bank		22,822	-	22,822	949
		<u>411,706</u>	<u>-</u>	<u>411,706</u>	<u>21,675</u>
CREDITORS					
Amounts falling due within one year	9	(51,159)	-	(51,159)	(8,793)
NET CURRENT ASSETS/ (LIABILITIES)		<u>360,547</u>	<u>-</u>	<u>360,547</u>	<u>12,882</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		361,336	475,000	836,336	974,199
CREDITORS					
Amounts falling due after more than one year	10	(63,451)	-	(63,451)	(350,000)
PENSION LIABILITY	13	(0)	(0)	(0)	(0)
NET ASSETS		<u>297,915</u>	<u>475,000</u>	<u>772,915</u>	<u>613,974</u>
FUNDS	12				
Unrestricted funds				772,915	613,974
Restricted funds					
TOTAL FUNDS				<u>772,915</u>	<u>613,974</u>

THE LEWES NEW SCHOOL LIMITED

**STATEMENT OF FINANCIAL POSITION - CONTINUED
AT 31 AUGUST 2022**

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 August 2022.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 August 2022 in accordance with Section 476 of the Companies Act 2006.

The trustees acknowledge their responsibilities for

- (a) Ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) Preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the charitable company.

These financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to charitable small companies.

14-Mar-23

The financial statements were approved by the Board of Trustees on and
were signed on its
behalf by:

Sharif Horthy

S Horthy -Trustee

THE LEWES NEW SCHOOL LIMITED**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2022****1. ACCOUNTING POLICIES****BASIS OF PREPARING THE FINANCIAL STATEMENTS**

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

INCOME

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

EXPENDITURE

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

TANGIBLE FIXED ASSETS

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Freehold property	- in accordance with the property
Plant and machinery	- 25% reducing balance

The school has reviewed its tangible fixed assets, which comprise land, buildings and new classrooms. Where the trustees consider that the expected useful life is in excess of 50 years and the carrying value in the financial statements is not more than the estimated recoverable amount, no depreciation is charged and, in accordance with FRS 11, the trustees have and will continue to carry out annual impairment review.

Freehold property is revalued annually by the trustees and subject to a professional revaluation by an independent surveyor every five years.

TAXATION

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

FUND ACCOUNTING

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

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

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

PENSION COSTS AND OTHER POST-RETIREMENT BENEFITS

The charitable company operates a defined contribution pension scheme. Contributions payable to the charitable company's pension scheme are charged to the Statement of Financial Activities in the period to which they relate.

COMPANY STATUS

The charity is a company limited by guarantee of the members and trustees listed on page 3. In the event of the charity being wound up, the liability in respect of the guarantee is limited to £1 per member.

THE LEWES NEW SCHOOL LIMITED**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 AUGUST 2022****2. INVESTMENT INCOME**

	31.8.22	31.8.21
	£	£
Rents received	6,638	18,621
Deposit account interest	-	-
	<u>6,638</u>	<u>18,621</u>

3. RAISING FUNDS

Raising donations and legacies

	31.8.22	31.8.21
	£	£
Support costs	<u>-</u>	<u>-</u>

4. NET INCOME/ (EXPENDITURE)

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

	31.8.22	31.8.21
	£	£
Depreciation - owned assets	<u>273</u>	<u>364</u>

5. TRUSTEES' REMUNERATION AND BENEFITS

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

TRUSTEES' EXPENSES

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

6. STAFF COSTS

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

	31.8.22	31.8.21
Senior management	-	-
Teachers and classroom assistants	-	-
Other direct services	-	-
Administration	<u>-</u>	<u>-</u>
	<u>-</u>	<u>-</u>

No employees received emoluments

THE LEWES NEW SCHOOL LIMITED**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 AUGUST 2022****7. TANGIBLE FIXED ASSETS**

	Freehold Property £	Plant and machinery £	Totals £
COST			
At 1 September 2021	950,000	50,719	1,000,719
Disposal	(475,000)	-	(475,000)
	<hr/>	<hr/>	<hr/>
At 31 August 2022	475,000	50,719	525,719
 DEPRECIATION			
At 1 September 2021	-	49,267	49,267
Charge for year	-	273	273
	<hr/>	<hr/>	<hr/>
At 31 August 2022	-	49,900	49,900
 NET BOOK VALUE			
At 31 August 2022	475,000	819	475,819
	<hr/>	<hr/>	<hr/>
At 31 August 2021	950,000	1,092	951,092
	<hr/>	<hr/>	<hr/>

THE LEWES NEW SCHOOL LIMITED**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 AUGUST 2022****7. TANGIBLE FIXED ASSETS - continued**

The school building was revalued to £950,000 as at 31st August 2007 by A Wycherly FRICS of A Wycherly Surveyors, Lewes. This revaluation was performed on 27th February 2008.

The historic cost of the school building is £427,500 and the trustees do not consider that any impairment is required with respect of the building's value in the period under review.

8. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.8.22	31.8.21
	£	£
Trade debtors	388,608	20,450
Other debtors	-	-
Prepayments and accrued income	276	276
	<u>388,884</u>	<u>20,726</u>

9. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.8.22	31.8.21
	£	£
Bank loans and overdrafts	-	-
Trade creditors	(241)	2,893
Bank loans & Overdrafts	7,000	5,000
Tax Account	-	-
Other Creditors	43,500	-
Accrued expenses	900	900
Rental Income – Advance receipt	-	-
	<u>51,159</u>	<u>8,793</u>

10. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	31.8.22	31.8.21
	£	£
Bank loans	-	-
Other loans	63,451	350,000
	<u>63,451</u>	<u>350,000</u>

Other loans are provided by private individual lenders. The loans are not secured over the assets of the charity and are not interest bearing. Whilst the loans are repayable on demand the trustees have received undertakings from the lenders that the loans will not be recalled within twelve months of the date the accounts are approved by the board.

THE LEWES NEW SCHOOL LIMITED**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 AUGUST 2022****11. LOANS**

An analysis of the maturity of loans is given below:

	31.8.22 £	31.8.21 £
Amounts falling due within one year on demand:		
Bank overdraft	-	-
Bank loans	-	-
	<u>-</u>	<u>-</u>
	<u>-</u>	<u>-</u>
Amounts falling between one and two years:		
Bank loans - 1-2 years	-	-
Other loans - 1-2 years	63,451	350,000
	<u>63,451</u>	<u>350,000</u>
	<u>63,451</u>	<u>350,000</u>

12. MOVEMENT IN FUNDS

	At 1/9/21 £	Net movement in funds £	at 31/8/22 £
Unrestricted funds			
Unrestricted	<u>613,974</u>	<u>158,941</u>	<u>772,915</u>
Restricted funds			
Restricted fund	-	-	-
Prior year adjustment			
TOTAL FUNDS	<u>613,974</u>	<u>158,941</u>	<u>772,915</u>

THE LEWES NEW SCHOOL LIMITED**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 AUGUST 2022****12. MOVEMENT IN FUNDS - continued**

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

	Incoming Resources £	Resources expended £	Movement in funds £
Unrestricted funds			
Unrestricted	249,251	(90,310)	158,941
Restricted funds			
Restricted fund	-	-	-
TOTAL FUNDS	249,251	(90,310)	158,941

13. PENSION COMMITMENTS

There were no pension commitments for the year ended 31 August 2022.

14. RELATED PARTY DISCLOSURES

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

15. DEPOSITS HELD FROM PARENTS

In line with the requirements of the Charities Act 2011, the below note has been prepared in line with accordance of declaration of resources held on behalf of a third party.

Balance brought forward (as at 01/09/2021): £0

Prior year adjustment: £0

Balance carried forward (as at 31/08/2022): £0

16. GOING CONCERN

Whilst the School itself ceased to be a going concern at the end of August 2019, the charity continued to be a going concern until the end of August 2022 and, given its assets, will continue to be a going concern for the foreseeable future.

THE LEWES NEW SCHOOL LIMITED**DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 AUGUST 2022**

	31.8.22 £	31.8.21 £
INCOME AND ENDOWMENTS		
Donations and legacies		
Donations	-	-
Gain on disposal of Residential Site	242,613	
Rents received	6,638	18,621
Deposit account interest	-	-
	<u>249,251</u>	<u>18,621</u>
Charitable activities		
School fees	-	-
School trips	-	-
	<u>-</u>	<u>-</u>
Total incoming resources	249,251	18,621
EXPENDITURE		
Charitable activities		
Wages (Teaching Staff)	-	-
Pensions	-	-
Staff expenses/health & safety	-	-
School outings/hospitality	-	-
Fundraising & marketing	-	-
Subscriptions	-	-
Repairs	1,926	3,805
Printing, postage and stationery	101	1,369
Depreciation of tangible fixed assets	273	364
	<u>2,300</u>	<u>5,538</u>
Other		
Bad Debt		321
Telephone	797	355
Sundry	(1)	(1)
	<u>796</u>	<u>675</u>
Support costs		
Management	7,710	3,600
Rent and rates	3,634	566
Light & heat	6,354	4,252
Insurance	3,807	3,298
Cleaning and maintenance	4,300	5,384
Computer and resources	152	4,346
Legal and Professional fees	2,941	1,848
Accountancy Fees	1,032	132
Market Research/ Promotion	140	2,123
	<u>30,061</u>	<u>25,549</u>

THE LEWES NEW SCHOOL LIMITED**DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 AUGUST 2022**

	31.8.22	31.8.21
	£	£
Loan interest	57,060	-
Bank charges	93	-
Tax	-	84
	<hr/>	<hr/>
	57,153	84
Total resources expended	<hr/>	<hr/>
	90,310	31,846
 Net expenditure	 158,941	 (13,225)
	<hr/>	<hr/>

This page does not form part of the statutory financial statements