

Company Registration No. 06112716 (England and Wales)

**UNIVERSITY CENTRE PETERBOROUGH
REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31 JULY 2022**

UNIVERSITY CENTRE PETERBOROUGH

COMPANY INFORMATION

Directors	S Aziz C Bowes M A W Bradbury A Davies D S Dixon L C Ebdon M Kiernan S C Martin R J Nicholls L A Perry P Walker M E Woods
Company number	06112716
Registered office	Park Crescent Peterborough Cambridgeshire PE1 4DZ
Auditor	RSM UK Audit LLP Chartered Accountants Blenheim House Newmarket Road Bury St Edmunds Suffolk IP33 3SB

UNIVERSITY CENTRE PETERBOROUGH

DIRECTORS' REPORT

FOR THE YEAR ENDED 31 JULY 2022

The directors present their annual report and financial statements for the year ended 31 July 2022.

Principal activities

The principal activity of the company is the provision of higher education courses to students in Peterborough.

University Centre Peterborough (UCP) is a charitable company limited by guarantee, and a wholly owned subsidiary of Inspire Education Group.

From 1st August 2020 UCP became the higher education arm for Inspire Education Group (IEG), delivering higher education at Peterborough and Stamford and through franchise agreements in place with partners ESPA and ADDICT.

UCP was registered with the Office for Students (OfS) in 2019 as a higher education provider.

Mission – “To engage, enable and empower students to meet the challenges of the future”

Public Benefit

For taxation purposes the University Centre Peterborough is a charitable company. The Charity Commission's guidance on public benefit states that two main principles must be adhered to. The relevance of the activities of University Centre Peterborough to these principles are set out below:

Principle 1: There must be an identifiable benefit or benefits:

Our role is to equip students with the intellectual wherewithal which will serve them throughout their professional lives. We are passionate about the advancement of knowledge and the education of students. We take university education in imaginative new directions. Our key contribution is to the enhancement of social, cultural and economic well-being.

UCP recruits its students from what is widely considered a higher education “cold spot”. The 2021-25 Access and Participation Plan clearly identifies under-represented groups and the strategies used to engage with them. A combination of financial bursaries and targeted strategies ensure that all stages of the student life cycle are addressed. UCP is now embedding the skills and knowledge gained from being part of the national OfS Challenge Fund which sought to enhance graduate employability within SMEs and satisfy local industry skills needs.

Principle 2:

We provide public benefit by educating students within the Peterborough region. These students are generally students who would otherwise not engage in higher education. UCP also attracts students into the City of Peterborough and surrounding areas, many of whom remain in roles within the local industry and public sector.

During their studies, students at UCP are encouraged to engage with the local community and bring much needed income to the local economy. There are effective links with the voluntary sector and students and staff have participated in a number of campaigns with Peterborough Citizens. Numerous outreach initiatives ensure UCP works closely with schools and colleges and post COVID we are revitalising these relationships. Senior staff are also actively involved as governors of local schools and UTC's offering additional support for progression into higher education. In addition, UCP successfully secured a Malcolm Bradbury Trust annual bursary for students with the intention of promoting literacy and literary engagement in Peterborough.

UNIVERSITY CENTRE PETERBOROUGH

DIRECTORS' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2022

Summary of overall performance

KPI	2020/21	2021/22	2024 Strategy
Retention	93%	93%	95%
Progression (L4 – L5)	88%	87%	94%
Progression (L5 – L6)	89%	90%	98%
First Degree Classification (Good or Better)*	83%	74% (82%)	72%
Other UG (HN) Merit and Distinction / Good or Better		80% HND 81% HNC	
National Student Survey (NSS) Teaching and Learning (national benchmark 80%)	85%	87%	90%
NSS Overall Student Satisfaction (national benchmark 76%)	80%	86%	90%
HE Teaching Reviews	100%	100%	95%

*(bracket includes % with a Merit or Distinction at Foundation Degree level)

It should be noted that in terms of the NSS UCP had three course areas with 100% and achieved significantly above national benchmark across 10 criteria. All indicators reported within the Teaching Excellence Framework were also above national benchmark.

Risk and Future Developments

The company has been developed to promote growth and development of Higher Education in Peterborough and Stamford. The risks to the company are considered to be modest due to the diversity of the courses provided by the Company and the history of student participation in locally delivered HE provision. Risk has been further mitigated by signing a validation agreement with the Open University and all provision previously delivered with Anglia Ruskin University (ARU) has now moved to the Open University. The Office for Students (OfS) have been informed and a "teach out" agreement is in place. No new students were admitted to ARU provision post November 2021. In addition, UCP's revalidation with Bishop Grosseteste University was successful and provided assurance that UCP would ensure adherence to its quality standards and expectations as the previous agreement was with Stamford College. Successful academic reviews of partner provision (Addict and ESPA) were undertaken by Pearson in March 2022.

Curriculum diversification has continued with the intention to offer a Level 5 Gateway Computing Diploma in partnership with the Coding Institute from 2022/23. Additional level 4 and 5 Open University technical qualifications have also been applied for with delivery commencing in 2023/24.

COVID remained a key operation concern during 2021/22, though student numbers remained consistent through this period. The legacy of COVID has meant that there has been additional focus on the wellbeing of students and staff with upskilling sessions for those students on technical and performance pathways.

Results and dividends

The company made a deficit of £194K (2021: surplus of £362K) for the year as shown on page 13.

Responsibility under funding agreements

The company has met its contractual responsibilities under OfS conditions for registration by:

- The governing body accepting responsibility for the interactions between UCP and the OfS and its designated bodies
- The governing body ensuring UCP's compliance with all of its conditions of registration and with the OfS's accounts direction
- The governing body has nominated a senior officer to be the 'accountable officer' who has the responsibilities set out by the OfS for an accountable officer from time to time

UNIVERSITY CENTRE PETERBOROUGH

DIRECTORS' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2022

Directors

The directors who held office during the year and up to the date of signature of the financial statements were as follows:

S Aziz

C Bowes

M A W Bradbury

A Davies

D S Dixon

L C Ebdon

M Kiernan

S C Martin

J Meenaghan

(Resigned 10 November 2021)

R J Nicholls

L A Perry

P Walker

M E Woods

Auditor

The auditor, RSM UK Audit LLP, is deemed to be reappointed under section 487(2) of the Companies Act 2006.

Statement of disclosure to auditor

So far as each person who was a director at the date of approving this report is aware, there is no relevant audit information of which the company's auditor is unaware. Additionally, each director has taken all the necessary steps that they ought to have taken as a director in order to make themselves aware of all relevant audit information and to establish that the company's auditor is aware of that information.

Small companies exemption

This report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption.

On behalf of the board



R J Nicholls

Director

Date: 13.12.2022

UNIVERSITY CENTRE PETERBOROUGH

STATEMENT OF CORPORATE GOVERNANCE AND INTERNAL CONTROL FOR THE YEAR ENDED 31 JULY 2022

This statement covers the period from 1 August 2021 to 31 July 2022 and up to the date of approval of the annual report and financial statements. The following statement is provided to enable readers of the annual report and accounts of the Group to obtain a better understanding of its governance and legal structure.

Responsibilities of the University Council and structure of corporate governance

UCP endeavours to conduct its business in line with best practise. In doing so the Council notes:

- the UK Corporate Governance Code 2018 insofar as it is applicable to the higher education sector;
- the OfS Accounts Direction requirements;
- has due regard to the Charity Commission guidance on public benefit when exercising its powers and duties; and
- the seven principles identified by the Committee on Standards in Public Life (selflessness, integrity, objectivity, accountability, openness, honesty and leadership).

In addition, the University works to align its governance approach and processes with the Higher Education Code of Governance (the Code) published by the Committee of University Chairs (CUC).

In response to the Code and in accordance with overall good governance, and the Council is committed to periodically review the role of the Council and its effectiveness.

In the opinion of the Council members, UCP has complied throughout the year ended 31 July 2022 with all of the codes detailed above.

Statement of the role and primary powers and responsibilities of University Council

The University Council is the governing body of the University. It is responsible for overseeing the University Centre's activities, determining its future direction and developing and sustaining an environment in which its mission is achieved and learning is fostered. Council's work is directed to supporting the success and performance of the University. The Council is responsible for ensuring compliance with the Charter, regulating the University and its governance framework. Subject to these it makes all final decisions on matters of fundamental concern to the University Centre.

The Council is provided with regular and timely information on the overall financial performance of UCP, together with other information such as performance against funding targets, proposed capital expenditure, quality matters and personnel related matters such as health and safety and environmental issues.

In setting and reviewing UCP's strategic objectives, the Governing Body has had due regard for the Charity Commission's guidance on public benefit and particularly upon its supplementary guidance on the advancement of education.

UNIVERSITY CENTRE PETERBOROUGH

STATEMENT OF CORPORATE GOVERNANCE AND INTERNAL CONTROL (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2022

Membership and meetings

In 2021/22 the Council of the University comprised of eight external members, one student member and one academic staff member, and three Inspire Education Group senior post holders, appointed in accordance with the University's articles.

The Council has a strong and independent non-executive element and no individual or group dominates its decision-making process. The Council considers that each of its non-executive Members is independent of management and free from any business or other relationship which could materially interfere with the exercise of their independent judgement.

The role of Chair of Council is separated from the role of the University's Academic Director.

The matters specifically reserved to the Council for decision are set out in the University's articles. By custom and under the OfS' Regulatory Framework, the Council is responsible for the University's ongoing strategic direction, approval of major developments and receiving regular reports from executive officers on the day-to-day operations of its business. The Council meets at least four times during the year.

Formal agendas, papers and reports are supplied to Members in a timely manner, prior to Board meetings. Briefings are also provided on an ad-hoc basis.

There are three committees, which are formally constituted with terms of reference. The two key committees are noted below.

Academic Board

The Academic Board is the academic authority and as such operates to promote the academic and professional work of UCP across all of its campuses and partners and safeguards the standards of its awards.

The purpose of the Academic Board is to provide oversight of academic activity and related activities and the resources needed to support them. It has delegated responsibility from the UCP Council to monitor academic standards and the direction of academic matters in accordance with the UK higher education sector regulatory requirements. Validating partners will be assured of maintenance of their academic standards and quality.

The focus of Academic Board business should be on academic enhancement. Routine monitoring of quality management should be undertaken by the academic administration, and reported to Academic Board via its Committees with specified delegated responsibility. Therefore, the Academic Board:

- Determine academic strategy.
- Approve policies and policy statements.
- Receive and approve updates from a number of internal committees and senior management.
- Receive reports from the Student Council and HE Student Officer.

UNIVERSITY CENTRE PETERBOROUGH

STATEMENT OF CORPORATE GOVERNANCE AND INTERNAL CONTROL (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2022

Audit Committee

The Audit Committee comprises of a minimum of three external members and advisors and meets at least twice annually.

The Committee operates in accordance with written terms of reference approved by the Council.

When relevant, the meetings are attended by the appointed external auditor to discuss audit findings, and with the internal auditors to consider internal audit reports and recommendations for the improvement of the University's systems of risk management, internal control, and governance framework. The Committee also receives and considers reports from the HE funding bodies, as they affect the UCP's business.

The Audit Committee also advises the Council on the appointment of internal and financial statement auditors and their remuneration for both audit and non-audit work.

Appointments to the Council

The Council has a governance and nominations committee which is responsible for the selection and nomination of any new members for the full Council's consideration.

The Council of the University comprises of no fewer than thirteen members, any new appointments to the Council are a matter for the consideration of the Council as a whole.

The Council is responsible for ensuring that appropriate training is provided as required. Members of the Council are appointed for a term of office not exceeding five years.

Full minutes of all meetings except those deemed to be confidential, are available from the Director of Governance at:

University Centre Peterborough
c/o Inspire Education Group
Park Crescent
Peterborough
PE1 4DZ

The Director of Governance maintains a register of financial and personal interests of the Council Board Members and some senior staff having responsibility for significant budgets. The register is available for inspection at the above address.

All Council Members are able to take professional advice in furtherance of their duties at the UCP's expense, and have access to the Director of Governance, who is responsible to the Council for ensuring that all applicable procedures and regulations are complied with. UCP procures Governance Services from its parent organisation, IEG. The appointment, evaluation and removal of the Director of Governance are matters for the IEG Corporation as a whole. The Chair of the UCP Council is also a member of the IEG Corporation.

UNIVERSITY CENTRE PETERBOROUGH

STATEMENT OF CORPORATE GOVERNANCE AND INTERNAL CONTROL (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2022

Internal control

Scope of responsibility

The Council is ultimately responsible for UCP's system of internal control and for reviewing its effectiveness. However, such a system is designed to manage rather than eliminate the risk of failure to achieve business objectives, and can provide only reasonable assurance and not absolute assurance against misstatement or loss.

The Council has delegated the day-to-day responsibility to the Academic Director, as Accounting Officer, for maintaining a sound system of internal control that supports the achievement of all policies, aims and objectives, whilst safeguarding the public funds and assets for which she is personally responsible, in accordance with the responsibilities assigned to her in the Grant Funding Agreements between UCP and the funding body and the OfS registration conditions. She is also responsible for reporting to the Council any material weaknesses or breakdowns in internal control.

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 ongoing process designed to identify and prioritise the risks to the achievement of UCP's policies, aims and objectives, to evaluate the likelihood of those risks being realised, and to manage them efficiently, effectively and economically. The system of internal control has been in place in UCP, for the year ended 31 July 2022 and up to the date of approval of the annual report and accounts.

Capacity to handle risk

The Council has reviewed the key risks to which UCP is exposed, together with the business, operating, financial and compliance controls and arrangements for compliance with legal and regulatory matters including those relating to the regularity and propriety of public funding that have been implemented to mitigate those risks. The Council is of the view that there is a formal ongoing process for identifying, evaluating and managing UCP's significant risks that has been in place for the period ended 31 July 2022 and up to the date of approval of the annual report and accounts. This process is regularly reviewed by the Council.

The risk and control framework

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

- comprehensive budgeting systems with an annual budget, which is reviewed and agreed by the UCP Council;
- regular reviews by the governing body of periodic and annual financial reports which indicate financial performance against forecasts;
- setting targets to measure financial and other performance;
- clearly defined capital investment control guidelines; and
- monitoring of action plans to manage key risk.

Risk Management

The IEG Risk Management Group covers all organisations within the IEG Group, reviewing in depth the UCP risks, it receives reports setting out key performance and risk indicators and considers possible control issues brought to their attention by early warning mechanisms, which are embedded and reinforced by risk awareness training. Risks are reviewed and scored against a clearly defined risk management framework, for both likelihood and impact. The key risks identified as those that could compromise the delivery of UCP's strategic aims are:

- Failure to meet HE income targets
- Impact of Covid-19 on all operational areas, and the safety of students and staff
- Failure of sub-contracted provision to comply with regulatory and quality requirements
- UCP, as part of IEG, suffers an IT cyber security breach or technical failure
- Maintaining strong financial health and meeting strategic targets

UNIVERSITY CENTRE PETERBOROUGH

STATEMENT OF CORPORATE GOVERNANCE AND INTERNAL CONTROL (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2022

Internal Audit

UCP has an internal audit service, which operates in accordance with the requirements of the Audit Code of Practice within 'the terms and conditions of funding for higher education institutions'. The work of the internal audit service is informed by an analysis of the risks to which the Group is exposed, and annual internal audit plans are based on this analysis. The analysis of risks and the internal audit plans are endorsed by the Council on the recommendation of the Audit Committee. Audits cover specific UCP activities, and the wider IEG Group, where UCP utilises the services of the parent organisation. At a minimum annually, the Head of Internal Audit (HIA) provides a report that includes the HIA's independent opinion on the adequacy and effectiveness of the system of risk management, controls and governance processes to the Audit Committee of IEG.

Review of effectiveness

As Accounting Officer, the Academic Director has responsibility for reviewing the effectiveness of the system of internal control. The Academic Director's review of the effectiveness of the system of internal control is informed by:

- the work of the internal auditors;
- the work of the executive managers within UCP and IEG, who have responsibility for the development and maintenance of the internal control framework; and
- comments made by the UCP's financial statements auditors, the regularity auditors, the appointed funding auditors in their management letter and other reports.

The Academic Director has been advised on the implications of the result of this review of the effectiveness of the system of internal control by the Audit Committee which oversees the work of the internal auditor, and a plan to address weaknesses and ensure continuous improvement of the system is in place.

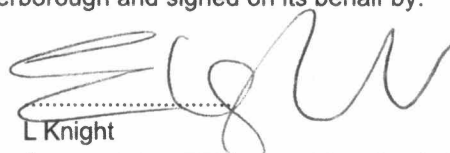
The senior management team and the Audit Committee also receive regular reports from internal audit, which include recommendations for improvement. The Audit Committee's role in this area is confined to a high-level review of the arrangements for internal control. The Council's agenda includes a regular item for consideration of risk and control and receives reports thereon from the senior management team and the Audit Committee. The emphasis is on obtaining the relevant degree of assurance and not merely reporting by exception. At its November 2022 meeting, the Council carried out the annual assessment for the year ended 31 July 2022 by considering documentation from the senior leadership team and internal audit.

Based on the advice of the Audit Committee and the Academic Director, the Council is of the opinion that the Group has an adequate and effective framework for governance, risk management and control, and has fulfilled its statutory responsibility for "*the effective and efficient use of resources, the solvency of the institution and the body and the safeguarding of their assets*".

Approved by order of the members of University Centre Peterborough and signed on its behalf by:



R J Nicholls
Director



L Knight
Accountable Officer and Academic Director

Date: 13.12.2022

UNIVERSITY CENTRE PETERBOROUGH

DIRECTORS' RESPONSIBILITIES STATEMENT FOR THE YEAR ENDED 31 JULY 2022

The directors are responsible for preparing the Directors' Report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors 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 company and of the surplus or deficit of the company for that period. In preparing these financial statements, the directors are required to:

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

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the 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 company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

They are also responsible for ensuring funds from Office for Students or other sources are properly applied for the purposes for which they have been given and in accordance with relevant legislation or terms and conditions attached to them.

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF UNIVERSITY CENTRE PETERBOROUGH

Opinion

We have audited the financial statements of University Centre Peterborough (the 'company') for the year ended 31 July 2022 which comprise the statement of comprehensive income, the statement of financial position, the statement of changes in equity, the statement of cash flows and notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 July 2022 and of its deficit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

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

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the directors' 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 company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

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

Other information

The other information comprises the information included in the Report and Financial Statements, other than the financial statements and our auditor's report thereon. The governors are responsible for the other information contained within the Report and Financial Statements. 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.

Opinions on other matters prescribed by the Companies Act 2006

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

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

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF UNIVERSITY CENTRE PETERBOROUGH (CONTINUED)

Opinions on other matters prescribed by the Office for Students' Accounts Direction

In our opinion, in all material respects:

- funds from whatever source administered by the company for specific purposes have been properly applied to those purposes and managed in accordance with relevant legislation;
- funds provided by the Office for Students, UK Research and Innovation (including Research England), the Education and Skills Funding Agency and Department for Education have been applied in accordance with the relevant terms and conditions; and
- the requirements of the Office for Students' accounts direction for the relevant year's financial statements have been met.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the directors' 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:

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

We have nothing to report in respect of the following matters where the Office for Students' accounts direction requires us to report to you if:

- the Company's grant and fee income, as disclosed in the note 2 to the accounts, has been materially misstated.
- where the Company has an access and participation plan that has been approved by the Office for Student's director of fair access and participation. The Company's expenditure on access and participation activities for the financial year has been materially misstated.

Responsibilities of directors

As explained more fully in the directors' responsibilities statement set out on page 9, the directors 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 directors 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 directors are responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

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

The extent to which the audit was considered capable of detecting irregularities, including fraud

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

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF UNIVERSITY CENTRE PETERBOROUGH (CONTINUED)

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

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

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

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

As a result of these procedures we consider the most significant laws and regulations that have a direct impact on the financial statements are FRS 102, the Companies Act 2006, Regulatory Advice 9: Accounts Direction published by the Office for Students' and tax compliance regulations. We performed audit procedures to detect non-compliances which may have a material impact on the financial statements which included reviewing financial statement disclosures and inspecting any correspondence with tax authorities.

The most significant laws and regulations that have an indirect impact on the financial statements are those which are in relation to the Education Inspection Framework under the Education and Inspections Act 2006, Keeping Children Safe in Education under the Education Act 2002 and the UK General Data Protection Regulation (UK GDPR) and the Data Protection Act 2018. We performed audit procedures to inquire of management and those charged with governance whether the company is in compliance with these law and regulations and inspected correspondence with licensing or regulatory authorities.

The audit engagement team identified the risk of management override of controls and completeness of income as the area where the financial statements were most susceptible to material misstatement due to fraud. Audit procedures performed included but were not limited to testing manual journal entries and other adjustments and evaluating the business rationale in relation to any significant, unusual transactions and transaction entered into outside the normal course of business and performing tests of detail in respect of completeness of income.

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

Use of our report

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

Claire Sutherland

Claire Sutherland (Senior Statutory Auditor)
For and on behalf of RSM UK Audit LLP, Statutory Auditor
Chartered Accountants
Blenheim House
Newmarket Road
Bury St Edmunds
Suffolk, IP33 3SB

31 January 2023
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UNIVERSITY CENTRE PETERBOROUGH

STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 31 JULY 2022

	Notes	2022 £	2021 £
Income	2	5,476,065	6,088,591
Administrative expenses		(5,695,185)	(5,727,033)
Operating (deficit)/surplus		(219,120)	361,558
Interest receivable and similar income		2,561	-
(Deficit)/surplus before taxation		(216,559)	361,558
Tax on (deficit)/surplus		-	-
(Deficit)/surplus for the financial year		(216,559)	361,558

UNIVERSITY CENTRE PETERBOROUGH

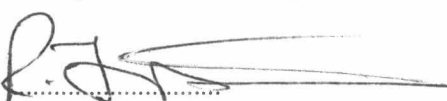
STATEMENT OF FINANCIAL POSITION

AS AT 31 JULY 2022

	Notes	2022 £	£	2021 £	£
Fixed assets					
Tangible assets	4		90,329		75,456
Current assets					
Debtors	5	161,584		1,140,932	
Cash at bank and in hand		7,743,044		4,440,867	
		<u>7,904,628</u>		<u>5,581,799</u>	
Creditors: amounts falling due within one year	6	<u>(7,774,975)</u>		<u>(5,266,517)</u>	
Net current assets			129,653		315,282
Total assets less current liabilities			219,982		390,738
Creditors: amounts falling due after more than one year	7		(45,803)		-
Net assets			<u>174,179</u>		<u>390,738</u>
Reserves					
Income and expenditure account			174,179		390,738
Members' funds			<u>174,179</u>		<u>390,738</u>

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

The financial statements were approved by the board of directors and authorised for issue on 13.12.2022 and are signed on its behalf by:


R J Nicholls
Director


L Knight
Accountable Officer and Academic Director

UNIVERSITY CENTRE PETERBOROUGH

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31 JULY 2022

	Income and expenditure £
Balance at 1 August 2020	29,180
Year ended 31 July 2021:	
Profit and total comprehensive income for the year	361,558
Balance at 31 July 2021	390,738
Year ended 31 July 2022:	
Loss and total comprehensive income for the year	(216,559)
Balance at 31 July 2022	174,179

UNIVERSITY CENTRE PETERBOROUGH

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 JULY 2022

	Notes	2022 £	£	2021 £	£
Cash flows from operating activities					
Cash generated from operations	9		3,355,122		3,839,844
Investing activities					
Purchase of tangible fixed assets		(55,506)		(53,022)	
Interest received		2,561		-	
Net cash used in investing activities			(52,945)		(53,022)
Net increase in cash and cash equivalents			3,302,177		3,786,822
Cash and cash equivalents at beginning of year			4,440,867		654,045
Cash and cash equivalents at end of year			7,743,044		4,440,867