

**REPORT OF THE TRUSTEES AND
FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2018
FOR
ST. DOMINIC'S PRIORY SCHOOL (STONE)**

Deans
Chartered accountants
Statutory auditor
Gibson House
Hurricane Court
Hurricane Close
Stafford
ST16 1GZ

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FOR THE YEAR ENDED 31 AUGUST 2018

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**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 AUGUST 2018**

The Directors present their annual report and the audited financial statements for the period ended 31 August 2018.

OBJECTIVES AND ACTIVITIES

Public Benefit

The Governors have complied with their duty in the Charities Act 2006 to have due regard to the public benefit guidance published by the Commission and are ever mindful of the need to provide public benefit and to this end set its fees as low as possible to meet the funding requirements of operating the School. Term fees for the 2017/18 academic year were as follows:

Reception	£2,947
Preparatory School (Primary 1 to 6)	£3,276
Senior school	£3,594
Senior school (inc lunch)	£3,724

Nursery

51 Weeks - 8am to 1pm	£21.42 per session
51 Weeks - 1pm to 6pm	£21.42 per session
51 Weeks - 8am to 6pm	£40.38 per day
51 Weeks - Weekly	£183.59 per week
38 Weeks - 8am to 1pm	£24.49 per session
38 Weeks - 1pm to 6pm	£24.49 per session
38 Weeks - 8am to 6pm	£45.50 per day
38 Weeks - Weekly	£220.30 per week

The School actively publicises its use of bursaries as a way of ensuring children who otherwise would not be in a position to attend the School can do so, with 8% of gross fees currently applied to means tested bursaries. It is inherent in the School's ethos that an individual's economic status, gender, ethnicity, race, religion or disability do not form part of the selection procedures. We are an equal opportunity organisation and are committed to a working environment that is free from any form of discrimination on the grounds of colour, race, ethnicity, religion, sex, sexual orientation or disability. We will make reasonable adjustments to meet the needs of staff or pupils who are or become disabled.

During the year, the School also makes its sporting and drama facilities available to local clubs at marginal costs. Its pupils also participate in a wide range of activities that benefit the local community.

ACHIEVEMENT AND PERFORMANCE

Charitable activities

Strategic framework

The Governors have adopted a "five elements" approach to drive the School forward. It is felt that this framework focuses the strategic development of the School and allows all stakeholders to better understand how the Governors are looking to develop the School.

- Excellent education
- Upgrade facilities
- Unique experiences
- Community engagement
- Target class sizes (15-20)

(A) Excellent Education

Examination headlines for 2017/18 are as follows:

- Pass rate across all subjects is 100%
- Over one third of entries resulting in A*/A
- 91% of students achieved A* - C
- 92% of students obtained an A*-C in the core Science subjects

(B) Upgraded facilities

The focus of the Governors on upgrading the facilities is threefold:

- i) Maintenance: Improving the look and feel of the site through an active maintenance programme.
- ii) Refurbishment: A programme of more detailed and work intensive projects of existing facilities.
- iii) New: Enhancing the school facilities.

Considerable investment has been made during the period.

New School House - This facility now accommodates the school's admin staff along with Mrs Harrison our Headteacher and our Deputy Headteacher Mrs Hesp. Areas have also been designated to accommodate the library, after-school homework club, senior staff room, and sickbay.

Car Park - The extension to our existing visitors' car park was completed. A new exit has been added and the car park has doubled in size to facilitate staff, visitors, and parents and ease the flow of traffic at busy times of the school day.

Further investment in IT equipment, promethean boards and printers.

A Multi Use Games Area has been built along with a Trim Trail and raised deck area in the Prep school.

DT, Prep ICT, History and Geography classroom buildings have been cladded and carpeted and electrical improvements implemented. Lockers, tables, chairs, blinds, bookcases and shelving have been purchased, alongside additional Nursery equipment, to enhance our current offering.

(C) Unique experiences

Providing the children at St. Dominic's with unique experiences of school life that are memorable, rewarding and life enhancing is an area that the directors are keen to expand. This includes school trips, dignitaries visiting the School and participation in Duke of Edinburgh awards schemes.

REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 AUGUST 2018

ACHIEVEMENT AND PERFORMANCE

Charitable activities

(D) Community engagement

We work with Stone Town Council in areas such as Remembrance Day, Stone Festivals and the like. Ensuring that the School is actively engaged with the local community is something the Directors believe is beneficial for all. School facilities are used and made available to local community groups. Pupils from the School undertake many local trips, which broadens their education and their local understanding.

(E) Pupil numbers/class size

The Governors have established a medium-term goal of 200 pupils for the School and a long-term goal of 250 pupils. This number of pupils is consistent with class sizes of 15-20 pupils.

Pupil numbers over the course of the 2017-18 academic year is as below:

Month	Pupil numbers for 2017-18
September	209
October	202
November	195
December	182
January	180
February	176
March	160
April	163
May	163
June	164
July	138

FINANCIAL REVIEW

Financial position

The School has generated a surplus of £1,597,474 in the period and has secured financial support in the form of donations for the coming year that support the planned New Build program.

Based on the Schools projections, which include donations received since the year end, there are sufficient funds available to support the school's operations for the foreseeable future. Throughout academic year 2017/18 donations equating to £1.7 million were received by the School.

Fund policies

The School has funds of £2,211,950 which will be used to finance the school new build programme. The aim of the school is to build up sufficient reserves so that the school can operate without the requirement of the support of donations and will continue to make investment in the school facilities.

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 AUGUST 2018**

FUTURE PLANS

The School continues to recognise the financial pressures facing parents and proactively seeks ways in which cost savings or additional funding can be achieved, so that fees can be kept as low as possible whilst still maintaining the high standards that the School expects in all areas of its operation. Significant improvement works have been made to the site and these improvements will continue to ensure that repairs and preventative maintenance are carried out in a logical and timely manner.

The school has seen a significant increase in pupil numbers over the last few years due to the demand for high level education being sought in the area. To meet the demand further, we recently announced plans for an exciting new redevelopment of the school site, which commenced in the summer of 2018. On expected completion in September 2019, the school will be in the unprecedented and exciting position of being able to offer new modern teaching facilities on a consolidated and much improved site.

These new facilities will not only enrich and enhance the education and experiences of its current pupils and those who attend the school for many years to come but will also allow us to expand our offering of two form entry, which will enable us to accommodate an additional 20 places for each year group within our senior school.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing Document

St Dominic's Priory School (Stone), a Company Limited by Guarantee No 7563439, is also a Charity, Registered No 1141147, and was incorporated on 14 March 2011. On 26 May 2011 it took over certain assets and liabilities relating to St Dominic's Priory School from the English Dominican Congregation. The School is governed by its Articles of Association.

Principal Activities

The Articles of Association under which St Dominic's Priory School (Stone) is established sets as its objective "the advancement of education in the Roman Catholic tradition by the conduct of an independent school or schools and in particular to operate St Dominic's Priory School, Stone, Staffordshire and by ancillary religious and educational activities for the benefit of the community at large".

The Company operates St Dominic's Priory School in Stone, Staffordshire. The school is presently a day school.

The day school consists of a Nursery for pupils aged between three months to 5 years, a Preparatory school for children between the ages of 5 years and 11 years, and a Senior school for children between the ages of 11 years and 16 years. The nursery closed Spring 2018.

Organisational structure

Day to day running of the School is delegated to the Headteacher and the Senior Leadership Team who operate within policies set by the Governing Body. Before consideration by the full Governing Body matters are normally discussed by specialist sub-committees, which comprise:

- Finance, Risk & Business Development.
- Facilities & Well-being
- Education

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 AUGUST 2018**

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governors Appointment and Training

The Governors constantly review the balance of professional experience and strengths within the Governing Body. The Governing Body includes Governors specifically identified for their experience and capability in the fields of business management, finance, and education.

All prospective External Governor appointees are agreed by the Full Governing Body prior to appointment and on appointment undergo an induction programme. Congregation Governors are appointed by the English Dominican Congregation. Parent Governors are appointed by the parents of pupils at the School. Governor training is provided on an 'as required' basis.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

07563439 (England and Wales)

Registered Charity number

1141147

Registered office

21 Station Road
Stone
Staffordshire
ST15 8EN

Trustees

Board of Governors 2017-2018

Trustees

All Governors are also Directors and Charity Trustees of St Dominic's Priory School (the "Company" or the "School") and the following served during the period:

Parent Governors

Martyn Melvyn Corfield
Ellie Cosgrove
Vicky Titley
Martin Ware

External Governors

Mark Christopher Burton - Chair
Martin Richard Melling
Georgina Brian
Karen Champ - Vice Chair
Catharine Diana Gill

Executive Officers

Isobel Binns (Finance Manager)-left May 2018
Rebecca Harrison (Headteacher)

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 AUGUST 2018**

REFERENCE AND ADMINISTRATIVE DETAILS

Auditors

Deans
Chartered accountants
Statutory auditor
Gibson House
Hurricane Court
Hurricane Close
Stafford
ST16 1GZ

Bankers

Barclays Bank
Staffordshire & Cheshire Team
Unit 3 Riverside 2
Campbell Road
Stoke-on-Trent
ST4 4RJ

STATEMENT OF TRUSTEES RESPONSIBILITIES

The trustees (who are also the directors of St. Dominic's Priory School (Stone) for the purposes of company law) are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

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

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

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

In so far as the trustees are aware:

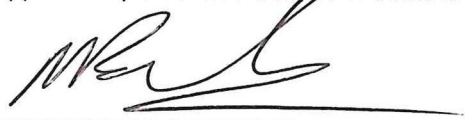
- there is no relevant audit information of which the charitable company's auditors are unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

AUDITORS

The auditors, Deans, will be proposed for re-appointment at the forthcoming Annual General Meeting.

REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 AUGUST 2018

Approved by order of the board of trustees on 23/5/2019 and signed on its behalf by:

A handwritten signature in black ink, appearing to be 'M C Burton', written over a dotted line.

M C Burton - Trustee

Qualified opinion

We have audited the financial statements of St. Dominic's Priory School (Stone) (the 'charitable company') for the year ended 31 August 2018 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

In our opinion except, for the possible effects of the matter described in the basis for qualified opinion section of our report, the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 August 2018 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for qualified opinion

During the year the school closed its nursery provision and is in the process of relocating to new premises. As part of this upheaval it has been unable to locate a box of nursery paper records which would enable us to perform our audit testing for completeness of nursery income. We were unable to satisfy ourselves using alternative audit procedures over the completeness of nursery income received in the year to 31 August 2018, which is included in the Statement of Financial Activities at £171,118. Consequently, we were unable to determine whether any adjustment to this amount was necessary.

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

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the trustees' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the charitable company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Other information

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

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

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. 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.

Other information

As described in the basis for qualified opinion section of our report, we were unable to satisfy ourselves concerning the level of nursery income of £171,118 included in the Statement of Financial Activities for the year ended 31 August 2018. We have concluded that where the other information refers to the level of income, related balances such as debtors could be materially misstated for the same reason.

Opinion on other matters prescribed by the Companies Act 2006

During the year the school closed its nursery provision and is in the process of relocating to new premises. As part of this upheaval it has been unable to locate a box of nursery paper records which would enable us to perform our audit testing for completeness of nursery income. We were unable to satisfy ourselves using alternative audit procedures over the completeness of nursery income received in the year to 31 August 2018, which is included in the Statement of Financial Activities at £171,118. Consequently, we were unable to determine whether any adjustment to this amount was necessary.

In addition, were any adjustment to the level of income to be required, the trustees' report would also need to be amended.

Except for the possible effects of the matter described in the basis for qualified opinion section of our report, in our opinion, based on the work undertaken in the course of the audit:

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

Matters on which we are required to report by exception

Except for the matter described in the basis for qualified opinion section of our report, in the light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Report of the Trustees.

Arising solely from the limitation on the scope of our work relating to nursery income, referred to above:

- we have not obtained all the information and explanations that we considered necessary for the purpose of our audit; and
- we were unable to determine whether adequate accounting records have been kept.

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

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

Responsibilities of trustees

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

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

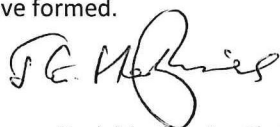
Our responsibilities for the audit of the financial statements

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

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. This description forms part of our Report of the Independent Auditors.

Use of our report

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



Jeremy Hodgkiss (Senior Statutory Auditor)
for and on behalf of Deans
Chartered accountants
Statutory auditor
Gibson House
Hurricane Court
Hurricane Close
Stafford
ST16 1GZ

Date: 23 May 2019

**STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 AUGUST 2018**

		Unrestricted fund	Restricted fund	2018 Total funds	2017 Total funds
	Notes	£	£	£	£
INCOME AND ENDOWMENTS FROM					
Donations and legacies	2	2,126,048	37,891	2,163,939	455,958
Charitable activities	4				
School fees receivable		1,406,794	-	1,406,794	1,346,538
Other trading activities	3	<u>18,593</u>	<u>-</u>	<u>18,593</u>	<u>25,267</u>
Total		3,551,435	37,891	3,589,326	1,827,763
EXPENDITURE ON					
Raising funds		2,221	-	2,221	2,247
Charitable activities	5				
School operating costs		1,975,110	13,421	1,988,531	1,969,857
Other		<u>1,100</u>	<u>-</u>	<u>1,100</u>	<u>-</u>
Total		<u>1,978,431</u>	<u>13,421</u>	<u>1,991,852</u>	<u>1,972,104</u>
NET INCOME/(EXPENDITURE)		1,573,004	24,470	1,597,474	(144,341)
RECONCILIATION OF FUNDS					
Total funds brought forward		<u>588,232</u>	<u>26,244</u>	<u>614,476</u>	<u>758,817</u>
TOTAL FUNDS CARRIED FORWARD		<u><u>2,161,236</u></u>	<u><u>50,714</u></u>	<u><u>2,211,950</u></u>	<u><u>614,476</u></u>

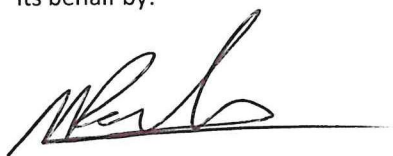
The notes form part of these financial statements

BALANCE SHEET
AT 31 AUGUST 2018

		Unrestricted fund	Restricted fund	2018 Total funds	2017 Total funds
	Notes	£	£	£	£
FIXED ASSETS					
Tangible assets	11	480,064	9,600	489,664	296,406
CURRENT ASSETS					
Stocks	12	1,927	-	1,927	3,923
Debtors	13	541,503	-	541,503	162,253
Cash at bank		<u>1,559,244</u>	<u>41,114</u>	<u>1,600,358</u>	<u>610,334</u>
		2,102,674	41,114	2,143,788	776,510
CREDITORS					
Amounts falling due within one year	14	(302,142)	-	(302,142)	(288,960)
NET CURRENT ASSETS		<u>1,800,532</u>	<u>41,114</u>	<u>1,841,646</u>	<u>487,550</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		2,280,596	50,714	2,331,310	783,956
CREDITORS					
Amounts falling due after more than one year	15	(119,360)	-	(119,360)	(169,480)
NET ASSETS		<u>2,161,236</u>	<u>50,714</u>	<u>2,211,950</u>	<u>614,476</u>
FUNDS	17				
Unrestricted funds				2,161,236	588,232
Restricted funds				<u>50,714</u>	<u>26,244</u>
TOTAL FUNDS				<u>2,211,950</u>	<u>614,476</u>

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.

The financial statements were approved by the Board of Trustees on 23/5/19 and were signed on its behalf by:



M C Burton -Trustee

The notes form part of these financial statements

ST. DOMINIC'S PRIORY SCHOOL (STONE)

**CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 AUGUST 2018**

		2018 £	2017 £
	Notes		
Cash flows from operating activities:			
Cash generated from operations	1	1,317,472	(47,349)
Interest paid		(2,221)	(2,247)
Net cash provided by (used in) operating activities		<u>1,315,251</u>	<u>(49,596)</u>
Cash flows from investing activities:			
Purchase of tangible fixed assets		(303,246)	(138,599)
Sale of tangible fixed assets		270	-
Net cash provided by (used in) investing activities		<u>(302,976)</u>	<u>(138,599)</u>
Cash flows from financing activities:			
Loan repayments in year		(22,251)	(22,251)
Net cash provided by (used in) financing activities		<u>(22,251)</u>	<u>(22,251)</u>
Change in cash and cash equivalents in the reporting period		<u>990,024</u>	<u>(210,446)</u>
Cash and cash equivalents at the beginning of the reporting period		<u>610,334</u>	<u>820,780</u>
Cash and cash equivalents at the end of the reporting period		<u><u>1,600,358</u></u>	<u><u>610,334</u></u>

The notes form part of these financial statements

NOTES TO THE CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 AUGUST 2018

1. RECONCILIATION OF NET INCOME/(EXPENDITURE) TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2018	2017
	£	£
Net income/(expenditure) for the reporting period (as per the statement of financial activities)	1,597,474	(144,341)
Adjustments for:		
Depreciation charges	108,620	91,846
Loss on disposal of fixed assets	1,100	-
Interest paid	2,221	2,247
Increase/(decrease) in provisions	-	(235,419)
Decrease in stocks	1,994	375
(Increase)/decrease in debtors	(379,250)	188,881
(Decrease)/increase in creditors	(14,687)	49,062
	<hr/>	<hr/>
Net cash provided by (used in) operating activities	<u>1,317,472</u>	<u>(47,349)</u>

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.

The financial statements are presented in sterling which is the functional currency of the charitable company and rounded to the nearest £.

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

The School currently has committed financial support in the form of donations and prepaid fees to enable it to continue to operate for the foreseeable future. The financial statements do not include any adjustments that would result from a withdrawal of this financial support.

Income

Donations and legacies

Voluntary incoming resources are accounted for as and when entitlement arises, the amount can be reliably quantified and the economic benefit to the School is considered probable.

Voluntary income for the School's general purposes is accounted for as unrestricted and is credited to the General Reserve. Where the donor or an appeal has imposed trust law restrictions, voluntary income is credited to the relevant restricted fund and income endowments are accounted for as permanent trust capital or expendable trust capital, according to whether the donor intends retention to be permanent or not. Gifts in kind are valued at estimated open market value at the date of the gift, in cases of assets for retention or consumption, or at the value to the School in the case of donated services or facilities.

School fees and similar income receivable

Fees receivable and charges for services and use of the premises, less any allowances, scholarships, and bursaries granted by the School against those fees, are accounted for in the period in which the service is provided. Fees receivable in advance for education to be provided in future years are carried forward as deferred income.

Expenditure

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

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 AUGUST 2018

1. ACCOUNTING POLICIES - continued

Tangible fixed assets

Tangible fixed assets are stated at cost (or deemed cost) or valuation less accumulated depreciation and accumulated impairment losses. Cost includes costs directly attributable to making the asset capable of operating as intended.

Depreciation is provided on all tangible fixed assets retained for use by the School at rates calculated to spread each asset's cost, less its estimated residual value, evenly over its expected useful economic life, which for each class of asset is initially assessed as averaging:

Furniture and Equipment - 5 to 20 years

Items costing less than £250 are written off as an expense as acquired.

Stocks

Stocks consist of catering supplies and stationery and are valued at the lower of cost and net realisable value.

Taxation

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

Fund accounting

General funds are unrestricted funds which are available for use at the discretion of the directors in furtherance of the general objectives of the charity and which have not been designated for other purposes.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the charity for particular purposes. The cost of raising and administering such funds are charged against the specific fund.

Operating leasing

Rentals payable under operation leases are charged against income on a straight line basis over term of the lease.

Pension

The school participates in a multi employer pension scheme, the Government's Teachers Pension Defined Benefits Scheme, for its teaching staff. The pension liability is the responsibility of the Teachers Pension Scheme. As a result it is not possible to identify the assets and liabilities of the scheme attributable to the school. Accordingly, under FRS17 the scheme is accounted for as if it were a defined contribution scheme.

The pension costs charged in the financial statements represent the contributions payable by the school during the period in accordance with FRS17.

2. DONATIONS AND LEGACIES

	2018	2017
	£	£
Grants and donations	<u>2,163,939</u>	<u>455,958</u>

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 AUGUST 2018**3. OTHER TRADING ACTIVITIES**

	2018	2017
	£	£
Rents and lettings	<u>18,593</u>	<u>25,267</u>

4. INCOME FROM CHARITABLE ACTIVITIES

	Activity	2018	2017
		£	£
Gross school fees	School fees receivable	1,668,034	1,620,926
Bursaries	School fees receivable	(185,491)	(209,812)
Sibling allowances	School fees receivable	(44,999)	(40,826)
Scholarships	School fees receivable	(30,750)	(23,750)
		<u>1,406,794</u>	<u>1,346,538</u>

5. CHARITABLE ACTIVITIES COSTS

	<u>Staff costs</u>	<u>Other</u>	<u>Deprecia-</u>	<u>Total</u>	<u>Total</u>
	£	£	tion	2018	2017
			£	£	£
School operating costs					
Teaching costs	1,017,422	45,525	-	1,062,947	1,126,146
Welfare costs	-	134,067	-	134,067	139,383
Premises costs	126,083	168,171	108,620	402,874	365,605
Schooling support costs	129,065	214,641	-	343,706	296,363
Governance costs	31,500	13,437	-	44,937	42,360
	<u>1,304,070</u>	<u>575,841</u>	<u>108,620</u>	<u>1,988,531</u>	<u>1,969,857</u>

6. SUPPORT COSTS

	Governance costs
	£
School operating costs	<u>44,937</u>

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 AUGUST 2018

7. NET INCOME/(EXPENDITURE)

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

	2018	2017
	£	£
Auditors' remuneration	8,960	8,744
Depreciation - owned assets	108,618	91,846
Deficit on disposal of fixed asset	1,100	-
	<u>118,678</u>	<u>100,590</u>

8. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 August 2018 nor for the year ended 31 August 2017.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 August 2018 nor for the year ended 31 August 2017.

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 AUGUST 2018

9. STAFF COSTS

	2018	2017
	£	£
Wages and salaries	1,089,623	1,176,361
Social security costs	81,405	90,698
Pension costs	108,503	100,928
Redundancy costs	24,539	13,720
	<u>1,304,070</u>	<u>1,381,707</u>

	2018	2017
	£	£
Aggregate employee benefits of key management personal	<u>170,253</u>	<u>160,358</u>

Number of higher paid employees in bands of: £70,001 to £80,000	1	0
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The average number of persons in the year:

	2018	2017
	Number	Number
Teaching staff	26	26
Administration	8	9
Support staff	36	41
	<u>70</u>	<u>76</u>

The School participated in the Teachers' Pension Scheme ("the TPS") for its teaching staff. The pension charge for the year included contributions payable to the TPS of £105,601 (2017: £97,274).

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

The employer contribution rate is set following scheme valuations undertaken by the Government Actuary Department. The latest valuation report in respect of the TPS was prepared at 31 March 2012 and the valuation report, which was published in June 2014, confirmed an employer contribution rate for the TPS of 16.4% from 1 September 2015. Employers are also required to pay a scheme administration levy of 0.08% giving a total employer contribution rate of 16.48%.

This employer rate will be payable until the outcome of the next actuarial valuation, which is due to be prepared as at 31 March 2016. Her Majesty's Treasury published draft Directions for the TPS on 6 September 2018 to allow the Department for Education to finalise this valuation. Early indications from the valuation are that the amount employers will be required to pay towards the scheme may increase substantially from September 2019.

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 AUGUST 2018**9. STAFF COSTS**

The School has auto-enrolled its non-teaching staff into the NEST pension scheme which is a defined contributions scheme. The pension charge for the year includes contributions payable to NEST of £2,902 (2017: £3,654).

10. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Restricted fund £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	446,772	9,186	455,958
Charitable activities			
School fees receivable	1,346,538	-	1,346,538
Other trading activities	25,267	-	25,267
Total	1,818,577	9,186	1,827,763
EXPENDITURE ON			
Raising funds	2,247	-	2,247
Charitable activities			
School operating costs	1,956,888	12,969	1,969,857
Total	1,959,135	12,969	1,972,104
NET INCOME/(EXPENDITURE)	(140,558)	(3,783)	(144,341)
RECONCILIATION OF FUNDS			
Total funds brought forward	728,790	30,027	758,817
TOTAL FUNDS CARRIED FORWARD	588,232	26,244	614,476

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 AUGUST 2018**11. TANGIBLE FIXED ASSETS**

	Assets under the course of construction £	Non - educational equipment £	Educational books equipment and furniture £	Totals £
COST				
At 1 September 2017	-	168,340	440,737	609,077
Additions	140,822	134,102	28,322	303,246
Disposals	-	-	(1,712)	(1,712)
	<u>140,822</u>	<u>302,442</u>	<u>467,347</u>	<u>910,611</u>
At 31 August 2018	<u>140,822</u>	<u>302,442</u>	<u>467,347</u>	<u>910,611</u>
DEPRECIATION				
At 1 September 2017	-	78,850	233,821	312,671
Charge for year	-	42,978	65,640	108,618
Eliminated on disposal	-	-	(342)	(342)
	<u>-</u>	<u>121,828</u>	<u>299,119</u>	<u>420,947</u>
At 31 August 2018	<u>-</u>	<u>121,828</u>	<u>299,119</u>	<u>420,947</u>
NET BOOK VALUE				
At 31 August 2018	<u>140,822</u>	<u>180,614</u>	<u>168,228</u>	<u>489,664</u>
At 31 August 2017	<u>-</u>	<u>89,490</u>	<u>206,916</u>	<u>296,406</u>

12. STOCKS

	2018 £	2017 £
Catering supplies and nursery uniforms	<u>1,927</u>	<u>3,923</u>

13. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2018 £	2017 £
Trade debtors	57,170	99,818
Other debtors	425,328	-
Prepayments	59,005	62,435
	<u>541,503</u>	<u>162,253</u>

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 AUGUST 2018**14. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2018	2017
	£	£
Other loans (see note 16)	22,251	22,251
Trade creditors	69,435	68,123
Other creditors	33,261	32,400
Deferred income	107,895	143,669
Accrued expenses	69,300	22,517
	<u>302,142</u>	<u>288,960</u>

Deferred Income

	Under 1 year	Over 1 year	Total
	£	£	£
As at 31.08.2017	143,669	39,849	183,518
Additions during the year	77,176	-	38,924
Released during the year	(112,950)	(30,719)	(143,669)
	<u>107,895</u>	<u>9,130</u>	<u>117,025</u>

Income has been deferred for school fees received in advance and will be provided in future years as stated in the income accounting policy.

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

	2018	2017
	£	£
Other loans (see note 16)	37,080	59,331
Trade creditors	73,150	70,300
Accruals and deferred income	9,130	39,849
	<u>119,360</u>	<u>169,480</u>

The School has a loan with the Congregation for £111,250 with a 10 year term. This loan bears interest at 2% above the Official Bank Rate as determined by the Monetary Policy Committee of the Bank of England. There are termly capital repayments of £7,417.

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 AUGUST 2018**16. LOANS**

An analysis of the maturity of loans is given below:

	2018 £	2017 £
Amounts falling due within one year on demand:		
Other loans	<u>22,251</u>	<u>22,251</u>
Amounts falling between one and two years:		
Other loans - 1-2 years	<u>22,251</u>	<u>22,251</u>
Amounts falling due between two and five years:		
Other loans - 2-5 years	<u>14,829</u>	<u>37,080</u>

17. MOVEMENT IN FUNDS

	At 1.9.17 £	Net movement in funds £	At 31.8.18 £
Unrestricted funds			
General fund	588,232	1,573,004	2,161,236
Restricted funds			
General	26,244	24,470	50,714
TOTAL FUNDS	<u>614,476</u>	<u>1,597,474</u>	<u>2,211,950</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	3,551,435	(1,978,431)	1,573,004
Restricted funds			
General	37,891	(13,421)	24,470
TOTAL FUNDS	<u>3,589,326</u>	<u>(1,991,852)</u>	<u>1,597,474</u>

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 AUGUST 2018

17. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1.9.16 £	Net movement in funds £	At 31.8.17 £
Unrestricted Funds			
General fund	728,790	(140,558)	588,232
Restricted Funds			
General	30,027	(3,783)	26,244
TOTAL FUNDS	<u>758,817</u>	<u>(144,341)</u>	<u>614,476</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	1,818,577	(1,959,135)	(140,558)
Restricted funds			
General	9,186	(12,969)	(3,783)
TOTAL FUNDS	<u>1,827,763</u>	<u>(1,972,104)</u>	<u>(144,341)</u>

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

	At 1.9.16 £	Net movement in funds £	At 31.8.18 £
Unrestricted funds			
General fund	728,790	1,432,446	2,161,236
Restricted funds			
General	30,027	20,687	50,714
TOTAL FUNDS	<u>758,817</u>	<u>1,453,133</u>	<u>2,211,950</u>

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 AUGUST 2018

17. 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			
General fund	5,370,012	(3,937,566)	1,432,446
Restricted funds			
General	47,077	(26,390)	20,687
TOTAL FUNDS	<u>5,417,089</u>	<u>(3,963,956)</u>	<u>1,453,133</u>

The school raises funds for small projects, any donations received for these are ear marked for these projects. Accordingly these have been treated in aggregate as restricted funds.

18. RELATED PARTY DISCLOSURES

During the year, the charity made purchases of £78,482 (2017: £67,871) from Wave 9 Managed Services Limited. A company in which Trustee, Mark Burton is a director and a shareholder. At the year end, the charity owed the company £14,031 (2017: £11,467).

All transactions took place on a normal commercial basis.

19. ULTIMATE CONTROLLING PARTY

No one individual controls the charity.

20. FINANCIAL COMMITMENTS

Total financial commitments, guarantees and contingencies which are not included in the balance sheet amount to £325,936 (2017 £124,920)

