

Salisbury Cathedral School Limited
(A company limited by guarantee)

ANNUAL REPORT AND FINANCIAL STATEMENTS

for the year-ended 31 August 2022

Salisbury Cathedral School Limited (A company limited by guarantee)

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Salisbury Cathedral School Limited (A company limited by guarantee)

STATUTORY INFORMATION

for the year-ended 31 August 2022

MEMBER

The Cathedral Church of the Blessed Virgin Mary of Salisbury

GOVERNORS

Dr J Fletcher* – *Interim chair of Governors*
Mrs J Monro-Higgs* – *Chair of Governors (resigned March 2022)*
Mr M C Cooke* – *Vice Chair*

Mrs C M Cooper
Mrs S Erven
Ms S Lumley
Mr T M Olliff-Lee*
Mr J Sloan
Miss L K Wallace*
The Revd Canon A Macham**
Mrs A O Cowley
Mr A Bowman (*resigned 10 October 2021*)

* Member of the Finance & General Purposes Committee
** Designated Safeguarding Governor

DIRECTORS

All Governors are recorded at Companies House as Directors.

SENIOR LEADERSHIP TEAM

Head Master	-	Mr Clive Marriott
Deputy Head Master	-	Mr Nick Hawker
Head of Pre-Prep	-	Mrs Linda Cunningham-Brown
Designated Safeguarding Lead	-	Mr Oli Elford
IT Strategy Lead	-	Mr Duncan Hodson
Finance Manager	-	Mr Edward Fenn
Operations Manager	-	Mr Doug Thring (appointed May 2022)

ADDRESS & REGISTERED OFFICE

1, The Close
Salisbury
Wiltshire
SP1 2EQ
www.salisburycathedralschool.com

ADVISERS

BANKERS	SOLICITORS
Lloyds TSB Bank plc	Parker Bullen 45
38 Blue Boar Row	Castle Street
Salisbury	Salisbury
SP1 1DA	SP1 3SS

AUDITORS
Fawcetts LLP
Windover House
St Ann St
Salisbury
SP1 2DR

Salisbury Cathedral School Limited (A company limited by guarantee)

GOVERNORS' REPORT

for the year-ended 31 August 2022

The Governors present their annual report together with the audited accounts for the year-ended 31 August 2022.

REFERENCE AND ADMINISTRATIVE INFORMATION

Salisbury Cathedral School (SCS) is a company limited by guarantee, incorporated on 14 June 2002, whose sole member is the Cathedral Church of the Blessed Virgin Mary of Salisbury (a corporation which acts through the body known as Chapter). The company is also a registered charity.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing Body

Under the terms of the Articles of Association, the Directors are referred to as Governors of whom there shall not be less than eight and not more than fourteen, plus the Chairman.

Recruitment, induction and training of Governors

The Cathedral Church of the Blessed Virgin Mary of Salisbury has the power to appoint and remove Governors who are appointed for five year terms. Both the Governing Body and the Cathedral Chapter give careful consideration to new Governor appointments to ensure any skills shortages are filled. New Governors are inducted into the workings of the school, including policy and procedures at induction meetings with the Head and Clerk. Governors are encouraged to attend appropriate external training seminars and conferences.

Organisation

The Governors are legally responsible for the overall management of the school and meet at least three times a year. The work of implementing most of their policies is carried out by the members of the Finance and General Purposes Committee (F&GP) who typically meet two weeks before each meeting of the full Governing body.

The day to day running of the school is delegated to the Head Master, supported by his senior leadership team.

Risk Management

The Governors examine the major risks that the school faces each financial year. The Charity has developed systems to monitor and control these risks and to mitigate any impact they may have on the school's future.

Key Management Personnel

Key Management Personnel comprises of the Senior Leadership Team. The pay for Key Management Personnel is based on SCS Pay Scales and is agreed by Governors.

Volunteers

The school benefits greatly from having volunteers. These include work experience students, parents, community members and Governors.

OBJECTS, AIMS, OBJECTIVES AND ACTIVITIES

Charitable Objects

The objects of the Charity are to promote and provide for the advancement of education and the advancement of religion in accordance with the practices of the Church of England for the benefit of the public. For the furtherance of these objects, the Charity has various permanent endowments and un-endowed trust funds held for special purposes in connection with the development of the school's facilities and for scholarships, bursaries, prizes and other choral and educational purposes.

The Charity pursues its objects by running an IAPS accredited Preparatory School, with a Pre-Preparatory department located in the Cathedral Close.

Salisbury Cathedral School Limited (A company limited by guarantee)

GOVERNORS' REPORT *(continued)*

for the year-ended 31 August 2022

Aims & Objectives

The aims of the school are:

- to maintain and build upon the traditions of spiritual enrichment, musical excellence and academic achievement which have developed over its 900-year history;
- to provide a rounded and fulfilling education through which a love of learning is instilled within an environment which promotes a strong Christian ethos including respect for the individual;
- to have high academic expectations and wide-ranging opportunities in music, sport, art and drama encouraging pupils to develop skills and talents which will equip them for life.

In order that pupils leave Salisbury Cathedral School having achieved an excellent academic grounding and confidence in their abilities and having benefited from the values, cultures and disciplines of the school.

In setting objectives and in planning the activities of the school, Governors have given careful consideration to the Charity Commission's general guidance on public benefit and in particular to the supplementary public benefit guidance on advancing education and on fee charging.

REVIEW OF ACTIVITIES & ACHIEVEMENTS

The most noticeable indicator of the school's success is a healthy pupil role and a full boarding house, at a time when other similar prep schools are suffering in the current economic climate. Maintaining and improving pupil numbers is one of the school's key objectives.

Pupil Numbers

The number of pupils at the end of the school year was 210 (2021: 206) including 30 boarders (2021: 27), with casual boarding also remaining popular: 26 pupils (2021: 15). The year was planned mindful of the lockdowns induced by the Coronavirus pandemic. Some elements to restrict the mixing of cohorts were maintained, in case the school needed to revert to further lockdown restrictions. For example, breaktimes were staggered, thus limiting numbers mixing outside and in communal areas. Whole school assemblies were limited to Friday mornings, where the children could be safely spaced in the Cathedral. One negative impact of this decision included the lack of opportunity for pupils to engage in at work and play, and a suspension of the mixed-age pupil tutor groups. Boarding numbers were very healthy throughout the entire year, with the boarding house being full on most nights, and with a healthy number of boarders (25 on average) resident during weekends. The pupil roll remained encouraging, and the number of enquiries was consistently good, in particular in the Nursery and Pre-prep continued to attract new pupils, in part thanks to the extremely popular and over-subscribed Toddler Groups. At the end of the academic year there were 34 new pupils scheduled to start in the autumn term 2022, with a handful of these signing up during the summer holidays.

Teaching and Learning

The school educates and prepares children to meet the standards required to enter the next school most suited to their needs. All pupils at the school gained entry to their first-choice school at 13+ and a number of pupils secured places at local grammar schools at 11+. Many children leaving the school were awarded scholarships to their next school across a range of disciplines.

The Head Master, Deputy Head and Head of Pre-Prep appraise all academic staff annually. The focus of these appraisals is linked to the school's strategic plan, departmental development plans and personal targets. The Head Master and the newly appointed Operations Manager appraises non-teaching staff.

The Key Stage 1 and lower Key Stage 2 curriculum, introduced two years ago, was reviewed by the Governors' Education Committee. The Deputy Head devised a comprehensive system to track pupil progress and monitor the effectiveness of teaching in this section of the school, and this has been used to develop and enhance policy and practice in the classroom. National benchmarks were used to see how pupils fared in English and maths, which helped to identify strengths in the delivery of the curriculum, and areas for development. The Head of Pre-Prep presented the Governors' Education Committee with a review of the newly introduced (September 2021) statutory EYFS curriculum. Towards the end of the academic year pupil outcomes were moderated in accordance with the Wiltshire EYFS advisory service, and the results exceeded national expectations. A continued increased focus on outdoor learning in EYFS and KS1 was well received by pupils and their parents, and where possible, opportunities for outdoor learning were employed throughout the rest of the school.

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GOVERNORS' REPORT (*continued*)

for the year-ended 31 August 2022

Heads of each academic department made time for peer observation of their colleagues, to review the effectiveness of the practical, thematic, 'topic-based' approach to learning in lower KS2 (Years 3 & 4). This has helped to ensure greater continuity and progression of learning across and within the cohorts. Sharing of good practice has enabled staff to be more engaged with a wider variety of teaching and learning strategies, and the specific needs of individual pupils in their care. The continued shift away from the Common Entrance (CE) assessment framework at KS3 (Years 7 & 8) was further emphasised by the vast majority of senior schools using their own frameworks alongside the ISEB pre-tests at 11+ and 12+. The recently introduced system of assessment in Years 7 and 8 for foundation subjects has ensured that a range of assessment techniques are used to ascertain a broad representation of a pupil's progress and attainment, and learning styles. Most Year 8 pupils who were required to sit the CE exams were only expected to complete papers in the core subjects.

The Governors' Education Committee continued a programme of inviting departmental heads to provide feedback and set out aspirations for departmental strategy and development. The learning support department was under particular scrutiny, and the newly appointed Head of Department produced a road map with the assistance of an external advisor. Key areas to be reviewed include the deployment of teaching assistants, the system of charging for additional learning support and how the contents of Individual Educational Plans are communicated to all relevant teaching staff. The Head of Department has developed an extensive database on the school's intranet, which allows all relevant staff to access pupil assessment data and contribute their own observations where necessary. The Head of Department chairs a section of the weekly staff meeting to flag up particular pupil's needs and cascade good practice. In the coming year it is anticipated that all academic staff will receive dedicated training for dyslexia, ADHD and other commonly identified needs. The school is in the process of reviewing its policy on neurodiversity.

The usual varied extra-curricular programme both in terms of the number of clubs offered and opportunities for external visits such as theatre and museum visits along with opportunities to explore the local environment resumed, following two years of lockdown.

Music

The school's full and varied music calendar resumed with a flourish following the uncertainties caused by the Pandemic. Peripatetic music lessons were back in full swing from the start of the autumn term, with our 20 or more visiting teachers delivering well over 100 lessons a week, and helping to support 16 musical ensembles. The ensembles include various choirs (for all ages and abilities), a full orchestra, a jazz orchestra, a Ceilidh band, and ensembles for each of the principal sections of the orchestra.

Specific highlights from the year included the restarting of our partnership project 'Voices InSpire', for which the School's Director of Music led workshops with local maintained primary school children. This culminated in a series of concerts in the Cathedral. The School's Christmas carol service provided opportunities for all pupils to participate in singing both congregational and pupil-led carols. Some of the latter were composed by some of the pupils, and performed by all children from Year 2 and up. The spring concert in the Cathedral attracted much interest from all the community as well as several destination senior schools, who sent representatives to enjoy the music making for which SCS is highly renowned.

During the summer term, the much-celebrated Music Festival took place, in which there were well over 100 performances in all areas of the main school building, bringing together pupils, parents, staff and alumni in all manner of music-making. Soon after this event, the community gathered for the Picnic in the Park, for which nearly all pupils contributed to a three-hour concert of choral and instrumental works. The theme this year reflected the Queen's Diamond Jubilee.

Year 8 music scholars were given performance opportunities, and five of the Year 8 pupils were awarded major music scholarships to their senior schools. Music exams resumed, including a large ABRSM entry which yielded many impressive distinctions.

Drama, Debate and Public Speaking

At Salisbury Cathedral School, we strongly believe that opportunities for involvement in drama must be exciting and inclusive. All year groups are ordinarily involved in drama of some sort during the course of each week, usually as part of their English lessons. This year, all of the usual productions took place with an audience present. The Year 7 and 8 production of 'Kes, a kestrel for a knave', was a real triumph; Year 5 and 6 pupils performed the school version of the musical, 'Matilda', and Year 3 and 4 pupils performed the musical 'Ocean Commotion'.

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GOVERNORS' REPORT (*continued*)

for the year-ended 31 August 2022

The Key Cup competition for public speaking resumed, for which all pupils in the prep school were asked to learn a piece of poetry and prose to recite.

The Year 7 and 8 pupils, as part of their leadership programme, organised a range of information evenings, which involved inviting a series of external visiting speakers to deliver a talk and field questions from the floor.

Sport and Physical Education

Sport and Physical Education are an integral part of school life at Salisbury Cathedral School, contributing to a well-rounded experience for pupils.

Our primary aims for the pupils are:

- To teach an understanding of the effects, benefits and importance of regular physical exercise on the body and mind with the ultimate aim that it becomes a lifelong habit
- To deliver outstanding sporting opportunities for all, for progress and participation, within a happy and nurturing pastoral environment
- To foster the core values particularly relevant to sport, those of teamwork, resilience, self-discipline, leadership and creativity

Games and PE programmes are well balanced, varied and challenging and include a range of team and individual sports as well as a Functional Movement programme. The majority of pupils in years 3 to 8 have the opportunity to represent the school in weekly matches (the minimum is three times a term) and care is taken to arrange competition, wherever possible, that is well-matched. Pupils who show exceptional promise gain opportunities to compete regionally and, on occasion, nationally and SCS enters many independent school tournaments (for example, IAPS, Bryanston netball, Warminster Hockey). Pupils are supported in their county sport aspirations and suitable candidates are encouraged to pursue sport scholarships at secondary schools. This year, 5 pupils were successful in the regional athletics tournaments (Wessex) and they went on to compete in the national finals, all gaining the accolade of being in the top 5 in the country.

Plans to extend our partnership work with local primary schools, to host a cross-country event, and a cricket workshop and swim gala for other prep schools, were all realised, and in addition, we hosted two-sports day events for a neighbouring maintained primary school.

Public Benefit and Community Links

Choral Scholarships

The school is part of the Cathedral's foundation and is intrinsically linked to the life of the Cathedral. The Cathedral and associated endowments fund choral scholarships for up to 40 boy and girl chorister and probationer choristers. In the case of financial need, the school works very closely with parents to identify and source additional means tested funding. During the year, 21 of the 35 choristers were in receipt of such additional funding. The level of support varied according to need up to 100%. The aspiration, in partnership with the Cathedral, is that all potential choristers who are successful at voice trials ought to be able to take up a place in the choir irrespective of parental means. In order to facilitate this, the school employs the services of an external provider to ensure that each family's circumstances are scrutinised in detail and more objectively.

Chorister activities

Michaelmas term

Live streaming of services (with appropriate safeguarding protocols) has continued since the lockdown and the choristers' regular rhythm of rehearsals and sung services has been reinstated to the pattern seen pre-Covid, with the exception of Friday Evensong and the Saturday morning rehearsal. In addition, the half-termly Diocesan concerts resumed, serving as a form of outreach to the wider community.

September also saw the admission of new Choristers with, all the Year 8 Choristers were promoted to Senior Choristers.

The famous Advent carol services took place, with the Cathedral packed to capacity. The Chorister Bishop service similarly attracted much media attention, for the first time a girl Chorister Bishop was photographed alongside the female acting Bishop of Salisbury. This is an ancient ceremony that takes place each year, where a Chorister is promoted to a Bishop for the duration of the service.

The Choristers sang the Christmas services, except Evensong on Christmas Day.

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GOVERNORS' REPORT *(continued)*

for the year-ended 31 August 2022

Lent term

The Easter and Holy Week services were well received and included a performance of Allegri's Miserere.

Trinity term

At the end of term, Salisbury Cathedral hosted the Southern Cathedrals Festival, bringing together the Salisbury Cathedral Choirs alongside those from Chichester and Winchester. The festival was rounded off with a stunning performance of Haydn's Creation.

Use of Facilities

Two local adult choirs use the school's facilities for rehearsals in the evenings. The Cathedral's Junior Choir and Youth Choir also regularly rehearse in the school. In addition, the community use our premises for various events throughout the year.

Policy Review

Governors keep under review the school's Fee Remission policy to inform development of policy and help ensure the objective of wider access is achieved. Our current Fee Remission policy is 8% of Gross Fee Income, to enable more pupils to benefit from means tested support.

Assistance for staff

As part of our emphasis on attracting and retaining high calibre staff we currently offer a discount scheme where staff members choose to educate their children at our school if they meet the criteria in our Fee Remission policy.

Bursaries

This year the value of means tested bursaries totalled over £248,422 (2021: £316,295) and represented 7.5% of our gross fees (2021: 10%). Bursaries provide assistance to 35 (2021: 37) of our non-chorister pupils.

Community Involvement

Links with Bishop Wordsworth's school have continued with the joint use of various sport and music facilities. During school holiday periods, the School's facilities are made available to visiting choirs singing the daily services in the cathedral and, during both term and holiday periods, to various local sports clubs, choirs and other community groups.

Charity support

The school supports various charity endeavours throughout the academic year, including the Salisbury Hospital's Stars Appeal and the Salisbury based Children's Chance, providing extra-curricular opportunities for disadvantaged children. In addition, the school supported Salisbury's charity for the homeless, as well as the Trussel Trust. Collections from chapel services have helped to provide funding for two pupils in our link school in South Sudan.

Fund Raising

The school appointed a new Development Officer and funds have been raised to finish the swimming pool project, which includes replacing the boiler, installing new lavatories and showers, and refurbishing the changing rooms. In addition, a project to refurbish the chapel organ is well under way, and there are now plans to refurbish the outdoor learning area of the EYFS garden.

FINANCIAL REVIEW AND RESULTS FOR THE YEAR

The results for the year are set out on page 13 of the financial statements.

The school's total income for the period 1 September 2021 to 31 August 2022 after adjusting for school bursaries and other remissions was £3,230,747 (2021: £2,986,400). School expenditure was £3,212,577 (2021: £3,063,733). This resulted in a surplus before losses on investments of £18,170 (2021: deficit of £77,333).

At the end of the year, the net assets of the school were £747,449 (2021: £741,601) out of which £401,379 (2021: £412,782) were represented by unrestricted reserves. Restricted funds amounted to £92,315 (2021: £62,742) and the endowment funds amounted to £253,755 (2021: £266,077). Restricted and endowed funds are not available for the general purpose of the charity but must instead be used for their intended purpose.

Salisbury Cathedral School Limited (A company limited by guarantee)

GOVERNORS' REPORT *(continued)*

for the year-ended 31 August 2022

As a Charity the parents of our pupils have the assurance that all the income of the school must be applied for educational purposes. As an educational Charity we enjoy tax exemption on our educational activities and on our investment income and gains provided these are applied for our charitable aims. As a Charity we are also entitled to an 80% reduction on our business rates on the property we occupy for our charitable purposes. The financial benefits we receive from these tax exemptions are all applied for educational purposes and indirectly help us to maintain our bursary policies. However, as an educational charity, we are unable to reclaim VAT input tax on our costs as we are an exempt supplier for VAT purposes.

We also pay tax as an employer through the national insurance contributions we make.

In addition to the very substantial benefits our School brings to our pupils, the local community and society through the education we offer, the contribution of our choirs, our musical and sports outreach and bursary programme create a social asset without cost to the Exchequer.

Developments and Maintenance

The school continues to invest in the maintenance of its fabric and resources, with this year's focus being on general maintenance around the school and on improvements to general teaching rooms in the Bishop's Palace and the other buildings on the kitchen garden site. This has included replacing interactive whiteboard technology and data projectors, with large touchscreen televisions. Enhanced lighting has improved the general appearance of many classrooms, and a comprehensive review of classroom furniture has helped to create a more modern and purposeful feel. Recent investment in the IT infrastructure and hardware (most notably Chromebooks for pupil use) has helpfully coincided with the demands of remote learning during the periods of lockdown.

Reserves and Financial Health

The Governors regularly review the finances, budgets and spend against budget as part of the effective stewardship of the school.

The deficit within unrestricted funds for the year has decreased the school's unrestricted funds at the year-end to £401,379 (2021: £412,783).

The school holds reserves for a number of purposes, including funding current and future spending on fixed assets, financing the school's working capital and providing a contingency against the risks and uncertainties inherent in running an independent school. The Governors' policy is to hold sufficient reserves to cover three months of recurring expenditure and to spend any surpluses generated by the school on improving its facilities. Three months of expenditure is £803,144 and therefore the Governors are taking steps to build reserves to this level including increasing the use of school facilities for external lettings, building pupil numbers and creating efficiency savings where possible.

Investment policy

Salisbury Cathedral School Limited seeks to achieve steadily growing income and the preservation of its capital assets in real terms. It works within the parameters of the Church of England's ethical investment policy and has its own investment policy reviewed by Governors.

FUTURE PLANS

The Governors are committed to improving facilities and are working with the Governors' Development Committee in looking at ways in which this can be realistically achieved. The Governors support the school's senior leaders in recognising the importance of having a paid member of school staff helping to run the development office.

The agenda for future capital projects centres on

- improving facilities for the Early Years Foundation Stage outdoor learning area
- move the groundsman's maintenance facility to create space for new changing rooms, thus freeing up space elsewhere for two new general-purpose classrooms for the Prep department
- improving the front entrance lobby and visitor welcome facilities
- providing additional lavatories and hospitality space for visitors
- rationalising administrative office accommodation

The Governors are in consultation with the Cathedral Chapter to further secure the long-term future of the School.

Salisbury Cathedral School Limited (A company limited by guarantee)
GOVERNORS' REPORT *(continued)*
for the year-ended 31 August 2022

RISK MANAGEMENT

The Governors have given consideration to the major risks to which the school is exposed. The governing body has ultimate responsibility for managing any risk faced by the school. Detailed consideration of risk is delegated to the F&GP and from there to each of the other sub-committees. The risk management process and the resulting report identifies risks, assesses their impact and likelihood and, where necessary recommends controls to mitigate and monitor those risks that are identified as high.

Principal risks and uncertainties

The board continues to identify and review the major risks to which the school is exposed. In particular, and in common with all independent schools, the school faces potential financial risks caused by external forces, including the possibility of VAT being levied on school fees and the possible removal of Business Rates Relief. These could become significant if pupil numbers diminish to any significant extent. We mitigate this through the provision of a desirable education and the marketing of this provision.

The school also faces a growing number of compliance and legislative requirements which the school's management need to be aware of and adhere to. In the opinion of the Board, the school has established resources and review systems which, under normal conditions, should allow these risks to be managed to an acceptable level in its day-to-day operations.

Salisbury Cathedral School Limited (A company limited by guarantee)
GOVERNORS' REPORT *(continued)*
for the year-ended 31 August 2022

STATEMENT OF GOVERNORS' RESPONSIBILITIES

The Governors (who are also directors of the company for the purposes of company law and trustees of the charity for the purposes of charity law) are responsible for preparing the Report of the Governors (including the Strategic Report) and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the Governors 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 Governors are required to:

select suitable accounting policies and then apply them consistently;
observe the methods and principles in the Charities SORP 2020 (FRS 102);
make judgements and accounting estimates that are reasonable and prudent;
state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in operation

The Governors are responsible for keeping adequate 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.

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

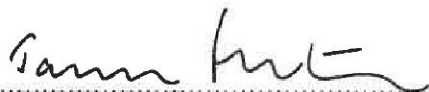
So far as the Governors are aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the company's auditors are unaware, and each Governor has taken all the steps that he or she ought to have taken as a Governor in order to make himself or herself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

AUDITORS

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

ON BEHALF OF THE BOARD OF GOVERNORS:

The Governors (in their capacity as directors of the company and trustees of the charity) approve the Report of the Governors and the Strategic Report for the year ended 31 August 2022.



Dr James Fletcher – Governor and Member of Finance and General Purposes Committee

Dated: 9 November 2022

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF SALISBURY CATHEDRAL SCHOOL LIMITED (A COMPANY LIMITED BY GUARANTEE)

Opinion

We have audited the financial statements of Salisbury Cathedral School Limited (the 'charitable company') for the year ended 31 August 2022 which comprise the Statement of Financial Activities, the Balance Sheet, the Statement of Cash Flows 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, including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 August 2022 and of its incoming resources and application of resources 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 opinion

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

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 Governors' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the Governors 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 other information comprises the information included in the Report of the Governors, (including Strategic Report), other than the financial statements and our Report of the Auditors thereon. The Governors are responsible for the other information. 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.

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 Report of the Governors, which includes the Report of the Directors and the Strategic Report prepared for the purposes of company law, for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Strategic Report and the Report of the Directors included within the Report of the Governors have been prepared in accordance with applicable legal requirements

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF SALISBURY CATHEDRAL SCHOOL LIMITED (A COMPANY LIMITED BY GUARANTEE)

Matters on which we are required to report by exception

In 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 Strategic Report or the Report of the Directors included within the Report of the Governors.

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 Governors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of Governors

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

In preparing the financial statements, the Governors are responsible for assessing the 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 Governors either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

Auditors' 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 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.

Identifying and assessing potential risks related to irregularities

Irregularities, including fraud, are non-compliance with laws and regulations. We design procedures, in line with our responsibilities, as set out in the auditor's responsibilities for the audit of the financial statements section, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud, are detailed below.

In identifying and assessing risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations we consider the following:

- the nature of the charity sector, control environment and financial performance;
- results of our enquiries of management about their own identification and assessment of the risks of irregularities;
- any matters we identified having obtained and reviewed the charity's documentation of their policies and procedures relating to:
 - identifying, evaluating and complying with laws and regulations and whether they were aware of any instances of non-compliance;
 - detecting and responding to the risks of fraud and whether they have knowledge of any actual, suspected or alleged fraud;
 - the internal controls established to mitigate risks of fraud or non-compliance with laws and regulations
- the matters discussed among the audit engagement team regarding how and where fraud might occur in the financial statements and any potential indicators of fraud.

As a result of these procedures, we considered the opportunities and incentives that may exist within the organisation for fraud and identified the greatest potential for fraud in the following area: revenue and resource recognition. In common with all audits under ISAs (UK), we are also required to perform specific procedures to respond to the risk of management override.

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF SALISBURY CATHEDRAL SCHOOL LIMITED (A COMPANY LIMITED BY GUARANTEE)

We have also obtained an understanding of the legal and regulatory frameworks that the company operates in, focusing on provisions of those laws and regulations that had a direct effect on the determination of material amounts and disclosures in the financial statements. The key laws and regulations we considered in this context included the UK Companies Act and tax legislation.

Audit response to risks identified

As a result of performing the above, we identified revenue and profit recognition a key audit matter related to the potential risk of fraud. Our procedures to respond to risks identified included the following:

reviewing the financial statement disclosures and testing to supporting documentation to assess compliance with provisions of relevant laws and regulations described as having a direct effect on the financial statements;
enquiring of management concerning actual and potential litigation and claims;
performing analytical procedures to identify any unusual or unexpected relationships that may indicate risks of material misstatement due to fraud;
reading minutes of meetings of those charged with governance;
in addressing the risk of fraud through management override of controls, testing the appropriateness of journal entries and other adjustments; assessing whether the judgements made in making accounting estimates are indicative of a potential bias; and evaluating the business rationale of any significant transactions that are unusual or outside the normal course of business.

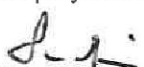
We also communicated relevant identified laws and regulations and potential fraud risks to all engagement team members and remained alert to any indications of fraud or non-compliance with laws and regulations throughout the audit.

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

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the 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 a Report of the Auditors 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.


Simon Ellingham FCA DChA (Senior Statutory Auditor)
for and on behalf of Fawcetts LLP
Chartered Accountants
and Statutory Auditors
Windover House,
St Ann Street
Salisbury SP1 2DR

Dated: 8 December 2022

Salisbury Cathedral School Limited (A company limited by guarantee)
STATEMENT OF FINANCIAL ACTIVITIES (and statement of income and expenditure)
for the year-ended 31 August 2022

	Notes	Unrestricted Funds £	Restricted Funds £	Endowment Funds £	Total 2022 £	Total 2021 £
INCOME AND ENDOWMENTS FROM:						
Charitable activities:						
Fees receivable	2	2,888,810	-	-	2,888,810	2,678,833
Other educational income	3a	197,384	-	-	197,384	152,962
Other trading activities:						
Investment income	3b	5	7,329	-	7,334	10,678
Rents, lettings and other income		44,984	-	-	44,984	74,922
Donations		4,032	87,467	-	91,499	13,550
Government grants	4	736	-	-	736	55,455
Total income		<u>3,135,951</u>	<u>94,796</u>	<u>-</u>	<u>3,230,747</u>	<u>2,986,400</u>
EXPENDITURE ON:						
Charitable activities:						
Teaching costs		1,536,144	-	-	1,536,144	1,461,845
Educational support costs		1,296,198	43,730	-	1,339,928	1,261,570
Premises		336,505	-	-	336,505	340,318
Total expenditure	5	<u>3,168,847</u>	<u>43,730</u>	<u>-</u>	<u>3,212,577</u>	<u>3,063,733</u>
Gains on investments						
Unrealised (losses)gains on investments	10	-	-	(12,322)	(12,322)	39,711
Net income/(expenditure)		<u>(32,896)</u>	<u>51,066</u>	<u>(12,322)</u>	<u>5,848</u>	<u>(37,622)</u>
Transfers between funds		21,492	(21,492)	-	-	-
Net movement in funds		<u>(11,404)</u>	<u>29,574</u>	<u>(12,322)</u>	<u>5,848</u>	<u>(37,622)</u>
Funds brought forward at 1 September 2021		<u>412,783</u>	<u>62,741</u>	<u>266,077</u>	<u>741,601</u>	<u>779,223</u>
Fund carried forward at 31 August 2022		<u>401,379</u>	<u>92,315</u>	<u>253,755</u>	<u>747,449</u>	<u>741,601</u>

All income and expenditure arises from the charity's continuing activities. The notes on pages 16 to 29 form part of these financial statements.

Salisbury Cathedral School Limited (A company limited by guarantee)
BALANCE SHEET
as at 31 August 2022

	Notes	2022 £	2021 £
FIXED ASSETS			
Intangible assets	8	17,040	23,348
Tangible assets	9	281,353	107,724
Investments	10	253,855	266,177
		<u>552,248</u>	<u>397,249</u>
CURRENT ASSETS			
Stock	12	32,293	31,894
Debtors	13	91,641	123,444
Cash at bank and in hand		935,781	781,058
		<u>1,059,715</u>	<u>936,396</u>
CREDITORS: Amounts falling due within one year	14	(623,303)	(551,794)
NET CURRENT ASSETS		<u>436,412</u>	<u>384,602</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>988,660</u>	<u>781,851</u>
CREDITORS: Amounts falling due after more than one year	15	(241,211)	(40,250)
NET ASSETS		<u>747,449</u>	<u>741,601</u>
Representing:			
ENDOWED FUNDS	17	253,755	266,077
RESTRICTED FUNDS	18	92,315	62,741
UNRESTRICTED FUNDS			
General Fund		401,379	412,783
TOTAL FUNDS	19	<u>747,449</u>	<u>741,601</u>

These financial statements have been prepared in accordance with the special provisions for small companies under part 15 of the Companies Act 2006. The financial statements were approved and authorised for issue by the Board of Governors on 9/11/22 and signed on its behalf by:


.....
Dr James Fletcher, Governor

Salisbury Cathedral School Limited (A company limited by guarantee)
STATEMENT OF CASH FLOWS
for the year-ended 31 August 2022

	Note	2022 £	2021 £
CASH FLOWS FROM OPERATING ACTIVITIES			
Net cash provided by operating activities	22	115,665	84,908
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchase of tangible fixed assets		(209,404)	(31,709)
Purchase of intangible fixed assets		-	-
Interest received		5	7
Dividends received		7,329	10,671
Proceeds on sale of tangible assets		-	-
NET CASH (USED IN)/PROVIDED BY INVESTING ACTIVITIES		(202,070)	(21,031)
CASH FLOWS FROM FINANCING ACTIVITIES			
New loans in year		250,000	-
Loan repayments		(8,872)	-
NET CASH (USED IN)/PROVIDED BY FINANCING ACTIVITIES		241,128	-
INCREASE IN CASH IN THE YEAR		154,723	63,877
CASH AND CASH EQUIVALENTS AT 1 SEPTEMBER		781,058	717,181
CASH AND CASH EQUIVALENTS AT 31 AUGUST		935,781	781,058

Salisbury Cathedral School Limited (A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS

for the year-ended 31 August 2022

1 ACCOUNTING POLICIES

GENERAL INFORMATION

Salisbury Cathedral School Limited is a private charitable company limited by guarantee, incorporated and registered in England and Wales.

The address of the charitable company's registered office and principal place of business is 1 The Close, Salisbury, Wiltshire, SP1 2EQ.

The company's principal activities are disclosed in the Governor's Report.

BASIS OF PREPARATION

These financial statements have been prepared in accordance with FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' ('FRS 102') and under the historical cost convention, with the exception of investments which are included at market value. In accordance with the Statement of Recommended Practice - Accounting and Reporting by Charities (SORP) (as amended for accounting periods commencing from 1 January 2019) and the requirements of the Companies Act 2006.

Salisbury Cathedral School Limited meets the definition under FRS102 of a public benefit entity.

These financial statements are prepared in sterling which is the functional currency of the charitable company. Monetary amounts in these financial statements are rounded to the nearest whole £1, except where otherwise indicated.

GOING CONCERN

In considering whether the going concern basis is appropriate, the Governors have considered income and expenditure and cash-flow projections prepared for the period to 31 August 2022 with longer term projections to 31 August 2026 also being considered. These projections have been based on known and expected pupil numbers and costs and indicate that the school will have sufficient cash and reserves to be able to meet its liabilities as they fall due.

In light of the above the Governors have concluded that there are no material uncertainties over the school's ability to continue as a going concern for a period of at least 12 months and as such it is appropriate to use the going concern basis in the preparation of these financial statements.

INTANGIBLE FIXED ASSETS

Intangible assets acquired separately from a business are recognised at cost and are subsequently measured at cost less accumulated amortisation and accumulated impairment losses.

Amortisation is recognised so as to write off the cost of assets less their residual values over their useful lives on the following bases:

Computer software	20% straight line basis
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TANGIBLE FIXED ASSETS

Motor vehicles, major items of office equipment and major property improvements have been capitalised and are being depreciated over their estimated useful economic lives. Routine repairs to properties are written off in the year of acquisition, because it is not considered that they have any recoverable value. Fixed assets are initially recorded at cost. Items costing less than £500 are written off as an expense as acquired.

The following rates of depreciation are used:

Motor vehicles	20% straight line basis
Furniture and office equipment	10% - 33% straight line basis
Property improvements	10% straight line basis

Salisbury Cathedral School Limited (A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS

for the year-ended 31 August 2022

1 ACCOUNTING POLICIES (*continued*)

STOCKS

Stocks are stated at the lower of direct cost or net realisable value. Stocks comprise of catering raw material and consumables and uniform stock. Provisions are made for obsolete stock.

INVESTMENTS AND INVESTMENT INCOME

Investments are included at market value at the balance sheet date. Any gain or loss on revaluation is taken to the statement of financial activities. Investment income is accounted for in the period in which the charity is entitled to receipt.

CONSOLIDATED FINANCIAL STATEMENTS

The charitable company has taken advantage of the exemption in section 402 of the Companies Act from the requirement to prepare consolidated financial statements. Consequently, these financial statements present the financial position and financial performance of the charitable company as a single entity.

OPERATING LEASES

The rent payable under the leases for the school buildings, Boarding House and grounds are related to the level of the fees, and is charged as expenditure in the period to which it relates. Rent payable under other operating leases is charged as expenditure on a straight line basis over the lease terms.

FEES AND SIMILAR INCOME

Fees receivable and charges for services are accounted for in the period in which the service is provided. Fees receivable are stated after deducting allowances, scholarships and other remissions granted by the school from its restricted funds.

DONATIONS AND FUND ACCOUNTING

Donations received for the general purposes of the charity are included as unrestricted funds. Donations for purposes restricted by the wishes of the donor are taken to "restricted funds" where these wishes are legally binding on the Governors. Donations required to be retained as capital in accordance with the donor's wishes are accounted for as "endowments" – permanent or expendable according to the nature of the restriction. Designated funds are those allocated to specific projects out of unrestricted funds, in accordance with Governors' decisions.

EXPENDITURE

Expenditure is allocated to the charity's principal activity where the costs can be identified as being directly related to that activity. All costs that cannot be identified as relating directly to the charity's principal activity are categorised as either support costs or governance costs and are allocated based upon a suitable ratio applicable to the nature of the cost involved. The irrecoverable element of VAT is included with the item of expense to which it relates.

Governance costs comprise the costs of running the charity including strategic planning for its future development and external audit, any legal advice for the Governors, and all the costs of complying with constitutional and statutory requirements, such as the costs of Board and Committee meetings and of preparing statutory accounts and satisfying public accountability.

Salisbury Cathedral School Limited (A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS

for the year-ended 31 August 2022

1 ACCOUNTING POLICIES (*continued*)

PENSION COSTS

The school operates defined contribution group personal pension schemes for teachers and other employees.

CASH AND CASH EQUIVALENTS

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

ACCEPTANCE DEPOSITS

Acceptance deposits are paid to the school to secure a place for the child at the school. Deposits held form part of the general funds of the school until the child leaves the school at which point they are credited without interest to the final payment of the fees or other sums due to the school. Deposits are held as creditors on the balance sheet and are classified as owing within one year and over one year based on when they are expected to be credited against income.

FINANCIAL INSTRUMENTS

The charitable company only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of listed investments which are subsequently measured at fair value.

FINANCIAL ASSETS

Fees and other debtors which are receivable within one year are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

A provision for impairment of debtors is established when there is objective evidence that the amounts due will not be collected according to the original terms of the contract. Impairment losses are recognised in income and expenditure for the excess of the carrying value of the trade debtor over the present value of the future cash flows discounted using the original effective interest rate. Subsequent reversals of an impairment loss that objectively relate to an event occurring after the impairment loss was recognised, are recognised immediately in income or expenditure.

FINANCIAL LIABILITIES

Creditors and provisions are recognised when the charitable company has a present obligation resulting from a past event that will probably result in a transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

TERMINATION BENEFITS

Termination benefits are recognised immediately as an expense when the charitable company has demonstrably committed to terminating the employment of an employee or to provide termination benefits.

Salisbury Cathedral School Limited (A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS

for the year-ended 31 August 2022

1 ACCOUNTING POLICIES (continued)

GOVERNMENT GRANTS

Government grants are recognised at the fair value of the asset received or receivable when there is reasonable assurance that the grant conditions will be met and the grants will be received.

Salisbury Cathedral School Limited received a discretionary cash grant of £736 (2021: £55,455) from the Governments' part of the Coronavirus job retention scheme (CJRS). The CJRS compensates employers for 80% of an employee's wages up to the value of £2,500 per month, as well as the associated national insurance contributions (NICs) and employer pension contributions of employees placed on furlough. Furlough is the temporary leave of absence of an employee from working for their employer. The grant is conditional upon the employees remaining employed and on the company PAYE payroll, and the employee not completing any work for their employer which makes money or the provision services for their employer or any company associated with their employer. There are no unfulfilled conditions or contingencies attached to the grant, and the company did not receive any other forms of government assistance.

CRITICAL AREAS OF JUDGEMENT

In preparing the financial statements, the trustees are required to make estimates and judgements. The matters detailed below are considered to be the most important in understanding the judgements that are involved in preparing the financial statements.

Bad debt provisions

The school has recognised bad debt provisions where there is uncertainty whether specific accounts receivable are collectible. The judgements, estimates, and associated assumptions necessary to calculate these provisions are based on historical experience and other reasonable factors.

2 FEES RECEIVABLE

	2022 £	2021 £
Gross fees receivable	3,310,955	3,177,696
Less:		
Allowances	-	-
Means tested bursaries	(248,422)	(316,295)
Scholarships	(750)	(2,367)
Discounts	(209,115)	(214,787)
	<u>2,852,668</u>	<u>2,644,247</u>
Add back discounts and scholarships paid out of restricted funds	36,142	34,586
	<u>2,888,810</u>	<u>2,678,833</u>

All income from fees receivable was unrestricted in both 2022 and 2021.

Salisbury Cathedral School Limited (A company limited by guarantee)
NOTES TO THE FINANCIAL STATEMENTS
for the year-ended 31 August 2022

3 (a) OTHER EDUCATIONAL INCOME

	2022 £	2021 £
Reimbursements:		
Chorister Holidays	63,620	45,000
Sundry Income	-	4,025
	<u>63,620</u>	<u>49,025</u>
Recoverable extras and related income	98,651	69,571
Registration fees	2,648	5,050
Uniform Shop income	32,465	29,316
	<u>133,764</u>	<u>103,937</u>
	<u>197,384</u>	<u>152,962</u>

All income from other educational activities was unrestricted in both 2022 and 2021.

3 (b) INVESTMENT INCOME

	2022 £	2021 £
Bank interest received	5	7
Dividend income	7,329	10,671
	<u>7,334</u>	<u>10,678</u>

The income from investments was £7,334 (2021: £10,678) of which £5 (2021: £7) was unrestricted and £7,329 (2021: £10,671) was restricted.

4 GOVERNMENT GRANTS

	2022 £	2021 £
Coronavirus job retention scheme grant	<u>736</u>	<u>55,455</u>

Salisbury Cathedral School Limited furloughed a number of staff under the Government's Coronavirus job retention scheme (CJRS). The income from the Coronavirus job retention scheme (CJRS) was unrestricted. The income received relates to staff costs in respect of the staff who were furloughed.

Salisbury Cathedral School Limited (A company limited by guarantee)
NOTES TO THE FINANCIAL STATEMENTS
for the year-ended 31 August 2022

5 ANALYSIS OF TOTAL EXPENDITURE

	Staff costs	Depreciation and amortisation	Other costs	Total 2022	Total 2021
	£	£	£	£	£
Charitable expenditure:					
Teaching costs	1,499,541	-	36,603	1,536,144	1,461,845
Educational support costs:					
Staff training & recruitment	-	-	6,891	6,891	15,875
Household expenses	-	-	205,212	205,212	130,075
Property and grounds	62,832	-	-	62,832	61,028
Other school running costs	576,200	-	410,532	986,732	975,550
Marketing costs	-	-	62,240	62,240	52,192
Loss/(profit) on disposal of fixed assets	-	-	470	470	-
Premises	-	41,613	294,422	336,035	340,318
Governance costs	-	-	16,021	16,021	26,850
	<u>2,138,573</u>	<u>41,613</u>	<u>1,032,391</u>	<u>3,212,577</u>	<u>3,063,733</u>

The expenditure on charitable activities was £3,212,577 (2021: £3,063,733) of which £3,168,847 (2021: £3,024,976) was unrestricted and £43,730 (2021: £38,757) was restricted.

6 STAFF COSTS

	2022 £	2021 £
Wages and salaries	1,812,130	1,723,422
Social security costs	149,894	130,849
Pension costs	176,549	165,721
	<u>2,138,573</u>	<u>2,019,992</u>

	2022 Number	2021 Number
The average numbers of employees, analysed by function, were:		
Teaching	44	42
Household	20	17
Maintenance	2	2
Administration	12	17
	<u>78</u>	<u>78</u>

The number of employees whose emoluments (excluding pension contributions) exceeded £60,000 were:

	2022 Number	2021 Number
£60,000-£70,000	<u>1</u>	<u>1</u>

Contributions to pensions were made in respect of these employees of £22,987 (2021: £21,077).

Salisbury Cathedral School Limited (A company limited by guarantee)
NOTES TO THE FINANCIAL STATEMENTS
for the year-ended 31 August 2022

6 STAFF COSTS (continued)

The Governors have not received remuneration for their services in either year. No Governors were reimbursed any travel or expenses in either year.

Remuneration of key management personnel

The remuneration of key management personnel is as follows:

	2022 £	2021 £
Aggregate compensation (including employer's NI)	384,476	331,562

7 EXPENDITURE

	2022 £	2021 £
Charitable activities expenditure includes:		
Operating lease charges – Building & land	108,067	107,920
Operating lease charges - Other	16,704	4,625
Depreciation and amortisation	41,613	25,102
Loss on disposal of fixed assets	470	-
Governance costs include:		
Auditor's remuneration:		
Audit services	16,021	26,850

8 INTANGIBLE FIXED ASSETS

	Computer software £
COST	
At 1 September 2021	31,538
Additions – separately acquired	-
At 31 August 2022	31,538
AMORTISATION	
At 1 September 2021	8,190
Charge for the year	6,308
At 31 August 2022	14,498
NET BOOK VALUE	
At 31 August 2022	17,040
At 31 August 2021	23,348

Salisbury Cathedral School Limited (A company limited by guarantee)
NOTES TO THE FINANCIAL STATEMENTS
for the year-ended 31 August 2022

9 TANGIBLE FIXED ASSETS

	Property improvements	Motor vehicles	Furniture and equipment	Total
	£	£	£	£
COST				
At 1 September 2021	505,268	51,339	201,362	757,969
Additions	127,139	-	82,265	209,404
Disposals	-	-	(1,044)	(1,044)
At 31 August 2022	<u>632,407</u>	<u>51,339</u>	<u>282,583</u>	<u>966,329</u>
DEPRECIATION				
At 1 September 2021	440,380	51,339	158,526	650,245
Charge for the year	12,448	-	22,857	35,305
Elimination on disposal	-	-	(574)	(574)
At 31 August 2022	<u>452,828</u>	<u>51,339</u>	<u>180,809</u>	<u>684,976</u>
NET BOOK VALUE				
At 31 August 2022	<u>179,579</u>	<u>-</u>	<u>101,774</u>	<u>281,353</u>
At 31 August 2021	<u>64,888</u>	<u>-</u>	<u>42,836</u>	<u>107,724</u>

10 (a) INVESTMENTS IN FUNDS

	Common Investment Funds £
Market value at 1 September 2021	266,077
(Loss) on revaluation	(12,322)
Market value at 31 August 2022	<u>253,755</u>
Cost at 31 August 2022	<u>104,141</u>
Cost at 31 August 2021	<u>104,141</u>

The holdings in charitable common investment funds consist of:	2022 £	2021 £
CBF Church of England Investment Fund	Units Value	11,584 253,755
		11,584 266,077

10 (b) INVESTMENTS IN SUBSIDIARIES

	2022 £	2021 £
Investments in subsidiaries	100	100

Salisbury Cathedral School Limited (A company limited by guarantee)
NOTES TO THE FINANCIAL STATEMENTS
for the year-ended 31 August 2022

11 SUBSIDIARIES

These financial statements are separate company financial statements for Salisbury Cathedral School Limited.

Details of the company's subsidiaries at 31 August 2022 are as follows:

Name of undertaking	Registered office	Nature of business	Class of shareholding	% Held Direct
Salisbury Cathedral School Enterprises Ltd	a)	Dormant	Ordinary	100.00

a) 1 The Close, Salisbury, Wiltshire, SP1 2EQ

12 STOCK

	2022	2021
	£	£
Uniform	32,103	31,704
Food	190	190
	<u>32,293</u>	<u>31,894</u>

13 DEBTORS

	2022	2021
	£	£
Fees	56,172	86,858
Prepayments and accrued income	33,584	30,956
Other debtors	1,885	5,630
	<u>91,641</u>	<u>123,444</u>

14 CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022	2021
	£	£
Fees received in advance	387,607	422,749
Trade creditors	65,701	38,817
Amounts owed to subsidiary	100	100
Other taxation and social security	38,593	32,300
Refundable deposits	13,134	7,243
Accruals and deferred income	43,219	16,614
Other creditors	38,307	33,971
Bank loan	36,642	-
	<u>623,303</u>	<u>551,794</u>

Salisbury Cathedral School Limited (A company limited by guarantee)
NOTES TO THE FINANCIAL STATEMENTS
for the year-ended 31 August 2022

15 CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2022 £	2021 £
Refundable deposits	36,725	40,250
Bank loan	204,486	-
	<u>241,211</u>	<u>40,250</u>

The school has two bank loans which are due for repayment by 2027, interest is payable at 5.74% on the fixed rate bank loan and 2.93% plus the Bank of England base rate on the variable rate bank loan.

16 FINANCIAL INSTRUMENTS

	2022 £	2021 £
CARRYING AMOUNT OF FINANCIAL ASSETS		
Financial assets measured at fair value through profit and loss	<u>253,755</u>	<u>266,077</u>

17 ENDOWMENTS

	Balance at1 September 2021 £	Movement in funds			Balance at 31 August 2022 £
		Income £	(Losses) £	Transfers to other funds £	
Scholarship funds	207,275	-	(9,600)	-	197,675
Windsor Prize Fund	18,881	-	(874)	-	18,007
Fitzgerald Scholarship Trust	16,745	-	(775)	-	15,970
Head Master's Fund	23,176	-	(1,073)	-	22,103
	<u>266,077</u>	<u>-</u>	<u>(12,322)</u>	<u>-</u>	<u>253,755</u>
	Balance at1 September 2020 £	Income £	Gains £	Transfers to other funds £	Balance at 31 August 2021 £
Scholarship funds	175,590	750	30,935	-	207,275
Windsor Prize Fund	16,063	-	2,818	-	18,881
Fitzgerald Scholarship Trust	14,246	-	2,499	-	16,745
Head Master's Fund	19,717	-	3,459	-	23,176
	<u>225,616</u>	<u>750</u>	<u>39,711</u>	<u>-</u>	<u>266,077</u>

The above losses consist of revaluations in investment assets.

The Endowment Funds are represented by fixed asset investments. The income of all the funds must be used for restricted purposes as explained in note 18.

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18 RESTRICTED FUNDS

(a)	Usage of funds	Movement in funds				Balance at 31 August 2022 £
		Balance at1 September 2021 £	Income £	Expenditure £	Transfers to other funds £	
	Scholarship funds	25,690	5,515	(13,215)	-	17,990
	Windsor Prize Fund	2,362	502	-	-	2,864
	Fitzgerald Scholarship Trust	7,400	445	-	-	7,845
	Head Master's Fund	4,444	2,092	(4,444)	-	2,092
	John Robinson Fund	2,168	-	(283)	-	1,885
	Ouseley Trust	11,000	26,819	(14,160)	-	23,659
	Tindall Trust	9,677	10,500	(6,767)	-	13,410
	Ukrainian bursary	-	5,293	(2,000)	-	3,293
	Dupuy science prize	-	1,000	(454)	-	546
	Pipe Dreams	-	5,300	-	-	5,300
	Swimming pool	-	32,323	-	(21,492)	10,831
	Other	-	5,007	(2,407)	-	2,600
		62,741	94,796	(43,730)	(21,492)	92,315

(a)	Usage of funds	Movement in funds				Balance at 31 August 2021 £
		Balance at1 September 2020 £	Income £	Expenditure £	Transfers to other funds £	
	Scholarship funds	31,021	9,164	(14,495)	-	25,690
	Windsor Prize Fund	1,878	484	-	-	2,362
	Fitzgerald Scholarship Trust	5,096	2,304	-	-	7,400
	Head Master's Fund	4,171	4,444	(4,171)	-	4,444
	John Robinson Fund	2,168	-	-	-	2,168
	Ouseley Trust	21,417	2,000	(12,417)	-	11,000
	Tindall Trust	8,177	1,500	-	-	9,677
	Hardship bursary	450	-	(450)	-	-
	Other	7,224	-	(7,224)	-	-
		81,602	19,896	(38,757)	-	62,741

(b) Usage of funds

Scholarship funds

The income from the endowments of these funds is to provide particular academic and music scholarships to pupils at the Cathedral School.

Head Master's Fund

This fund may be spent at the Head Master's discretion for the benefit of the Cathedral School or its pupils.

Windsor Prize Fund

This fund was set up to provide two annual prizes for musical ability, one to a chorister the other to a non-chorister. The prize has been awarded against fees due.

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18 RESTRICTED FUNDS (*continued*)

John Robinson Memorial Fund

This fund was donated by the Sarum Voices committee to assist a new probationer/chorister, who might otherwise be financially challenged, to have instrumental lessons for one year.

Ouseley Trust Fund

This fund was set up to provide funding to named choristers.

Tindall Trust

This fund was set up to support the music department's outreach work.

Hardship Bursary

This fund was set up to assist individuals who were in financial difficulties, particularly due to the impact of COVID-19.

Ukrainian Bursary

This fund was set up to help the school cover the costs of giving places to two Ukrainian pupils.

Dupuy Science Prize

This fund was donated by a parent to create an annual prize that recognises achievement in Science.

Pipe Dreams

This fund was created in order to raise funds to refurbish the school organ as well as to create two organ scholarships.

Swimming pool

This fund was created to raise funds in order to refurbish the swimming pool plant equipment and changing rooms.

Other restricted funds

This fund was donated by a parent of an ex-student to be used, at the discretion of the school, to help other families in need of financial assistance.

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19 ANALYSIS OF NET ASSETS BETWEEN FUNDS

Fund balances at 31 August 2022 are represented by the following net assets:

	Unrestricted Funds £	Restricted Funds £	Endowment Funds £	Total £
Intangible fixed assets	17,040	-	-	17,040
Tangible fixed assets	281,353	-	-	281,353
Investments	100	-	253,755	253,855
Current assets	967,400	92,315	-	1,059,715
Current liabilities	(623,303)	-	-	(623,303)
Long term liabilities	(241,211)	-	-	(241,211)
	<u>401,379</u>	<u>92,315</u>	<u>253,755</u>	<u>747,449</u>

Fund balances at 31 August 2021 are represented by the following net assets:

	Unrestricted Funds £	Restricted Funds £	Endowment Funds £	Total £
Intangible fixed assets	23,348	-	-	23,348
Tangible fixed assets	107,724	-	-	107,724
Investments	100	-	266,077	266,177
Current assets	873,654	62,742	-	936,396
Current liabilities	(551,794)	-	-	(551,794)
Long term liabilities	(40,250)	-	-	(40,250)
	<u>412,782</u>	<u>62,742</u>	<u>266,077</u>	<u>741,601</u>

20 PENSIONS

Royal London Pension Fund

The School operates a defined contribution scheme with Royal London for its teaching staff.

The pension charge for the year includes contributions payable to the scheme of £152,329 (2021: £142,644) and at the year-end £21,619 (2021: £20,356) was payable and included within creditors.

Support Staff Pension Fund

The School operates a defined contribution scheme. Total employer contributions for the year were £24,220 (2021: £23,077).

The total pension contributions outstanding at 31 August 2022 amounted to £6,503 (2021: £3,990).

21 COMMITMENTS

At the reporting date, the total of the school's future minimum lease payments under non-cancellable operating leases was:

	2022 £	2021 £
Leases which expire:		
Within one year	121,704	124,624
In one to five years	11,771	28,476
	<u>133,476</u>	<u>153,100</u>

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22 NOTES TO THE STATEMENT OF CASH FLOWS

Reconciliation of net income to net cash inflow from operating activities:

	2022 £	2021 £
Net income	5,848	(37,622)
Depreciation of tangible assets	35,305	18,794
Amortisation of intangible assets	6,308	6,308
Loss/(profit) on disposal of fixed assets	470	-
Revaluation of investments	12,322	(39,711)
Interest received	(5)	(7)
Dividends received	(7,329)	(10,671)
(Increase)/decrease in stocks	(399)	(2,654)
Decrease/(increase) in debtors	31,803	68,844
Increase/(decrease) in creditors	31,342	81,627
	<u>115,665</u>	<u>84,908</u>

Analysis of changes in net funds

	At 1 September 2021 £	Cash flow £	At 31 August 2022 £
Cash at bank and in hand	<u>781,058</u>	<u>154,723</u>	<u>935,781</u>

23 TRANSACTIONS WITH RELATED PARTIES

(a) Transactions with the Member

The School's land and buildings are leased from The Cathedral Church of the Blessed Virgin Mary of Salisbury and from trusts managed and controlled by them. The rent payable during the year-ended 31 August 2022 was £108,067 (2021: £107,920).

The Cathedral Church of the Blessed Virgin Mary of Salisbury reimbursed expenses incurred by the School for administering the choirs and accommodating them during school holidays at a cost of £63,000 (2021: £63,000). The Cathedral also made contributions to school fees of £258,643 (2021: £240,289).

No amounts were outstanding at the year-end (2021: £nil).

(b) Transactions with Governors

Christine Cooper School Uniform, a company owned by a Governor of the school, made sales to Salisbury Cathedral School in the year of £3,455 (2021: £4,662). At the year-end £nil was outstanding (2021: £803).

Total donations received from Governors during the year amounted to £545 (2021: £nil). No amounts were outstanding at the year-end (2021: £nil).

(c) Transactions with Subsidiary Company

At the balance sheet date, the charity owed Salisbury Cathedral School Enterprises Limited £100 (2021: £100).