

**REPORT OF THE TRUSTEES AND
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2020
FOR
THE DUKIES' FOUNDATION**

McCabe Ford Williams
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THE DUKIES' FOUNDATION

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THE DUKIES' FOUNDATION
REFERENCE AND ADMINISTRATIVE DETAILS
FOR THE YEAR ENDED 31 AUGUST 2020

TRUSTEES	Dr G Soar Mrs R McCarthy (resigned 18.11.20) A Nunn L Ridings A Barlow (resigned 1.11.20) C Crowcroft A Foreman Mrs G Martin (resigned 8.6.20) A Thorne (appointed 1.1.21) M Williams (appointed 10.3.21)
PRINCIPAL ADDRESS	Duke of York's Royal Military School Guston DOVER Kent CT15 5EQ
REGISTERED CHARITY NUMBER	1128684
INDEPENDENT EXAMINER	McCabe Ford Williams Chartered Accountants Charlton House Dour Street DOVER Kent CT16 1BL

THE DUKIES' FOUNDATION
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 AUGUST 2020

The trustees present their report with the financial statements of the charity for the year ended 31 August 2020. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019).

OBJECTIVES AND ACTIVITIES

The objectives of the charity are as follows:-

- To provide items, services, grants and facilities (including land and buildings of any kind or tenure) for the Duke of York's Royal Military School.
- To promote the education of students and former students of the School who are in need of financial assistance.
- To advance the education of students attending the School by the award of prizes (or other suitable rewards or marks of distinction).
- Such other charitable purposes as the trustees shall from time to time think fit.

The main activities undertaken during the year were the provision of items, services, facilities and opportunities for the Duke of York's Royal Military School and pupils of the School.

The trustees of the charity have had due regard to the Charity Commission's general guidance on public benefit. The charity's objectives and aims have been reviewed taking this guidance into account.

ACHIEVEMENT AND PERFORMANCE

The Dukies' Foundation is the tied charity of the Duke of York's Royal Military School which opened in 1803 by royal decree under the leadership of HRH Prince Frederick, Duke of York when Commander in Chief of the British Army. He wanted to look after the children of ordinary soldiers, boys and girls (readmitted in 1994) many of whose fathers fell in the Napoleonic Wars - Dukies aged 14-22 fought at Waterloo in 1815. It was a symbol of enlightenment philanthropy of the time, for example the Foundling Hospital, London. The mission continues to this day - Dukie parents have served in all the conflicts of modern times - with 50% of pupil roll coming from service families.

A decade ago the Foundation was reorganised, drawing in funds from redundant military and other charities. A policy of larger distribution was adopted; since 2011 £975,000 has been invested into 'helping the Dukies of today.' Donations and legacies received (£131,734) in the year increased by 28% due in the main to the increasing contribution from old Dukies which included a major legacy. Recognised within The Clocktower Society, Dukie donors grew by half again to 151.

Expenditure was £110,526. Despite this, net funds held at year end increased to £429,806 (2019 - £400,644). This was in part due to the impact of COVID-19 on the School and the consequent reduction in grants bid for and made. The Foundation's investment portfolio recovered well; advisor Quilter Cheviot has materially aided investment performance over time. Channels of expenditure included equipment and amenities designed to give current Dukies an edge in their studies.

We also pay for the Alumni Relations & Development Officer function which has driven the growth of alumni relations in the life of the School, investing time and expertise as well as funds. For example, working with a small group of alumni the ARDO was able to devise and deliver the launch of a major legacy-seeking campaign to older Dukie alumni which will be ongoing.

Progress on our Archive continues with the Army Museum Ogilby Trust and is concentrating on the examination and intended digitisation of pupil petitions for entry. A notable discovery was the petition for the entry of Thomas Sullivan (sic), father of Sir Arthur Sullivan of G&S fame. Thomas educated his son in the wind instruments of the military band, which the School proudly possesses to this day.

Looking forward, we hope to get back to normal post COVID-19 and to develop further, deeper relationships for example with external grant-making bodies; some already make significant bursary grants direct to School. We want to expand the effort here, perhaps beginning with service charities since the School has been for more than two centuries 'the Military's own.'

We are gratified to see the School family's onward march. The Dukies' Foundation has its part to play in this, a part we seek to grow.

THE DUKIES' FOUNDATION
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 AUGUST 2020

FINANCIAL REVIEW

Total funds held at 31 August 2020 amount to £429,806 (2019 - £400,644) of which £70,965 (2019 - £64,366) is restricted and not available for the general purpose of the charity and £358,841 (2019 - £336,278) is unrestricted.

The charity's reserves policy is not to pay out any grants or scholarships that would leave the funds in deficit. The charity has very low running costs and, therefore, the trustees do not consider it necessary to set a minimum reserves figure.

STRUCTURE, GOVERNANCE AND MANAGEMENT

The charity is governed by a Charity Commission scheme sealed 5 March 2009 under which the following previous charities were consolidated:-

The Coventry Tupper Trust
The Amenities Fund
28th Divisional Scholarship Fund
6th Division War Memorial Scholarship
Society of St Georges Fund
Prizes, Games and Sports Fund
Old Boy's War Memorial Scholarship Fund
1st East Anglian Regiment (Royal Norfolk and Suffolk Fund)

There should be not less than seven trustees including the principal and chair of governors of the School. The chair of governors of the School should not also be the chair of the trustees.

Each appointment must be made for a period not exceeding five years. The principal and chair of governors of the School should be ex-officio trustees and, therefore, not subject to any time limit in their appointments.

In addition to the chair of governors and the principal, no more than two School governors should be trustees and there must not be more than 50% of trustees that are also governors of the School.

The current Trustees have a strong network of contacts from the educational, fundraising, not-for-profit sector and the Alumni of the School to provide the necessary skills and expertise.

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

C Crowcroft - Trustee

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF THE DUKIES' FOUNDATION

Independent examiner's report to the trustees of The Dukies' Foundation

I report to the charity trustees on my examination of the accounts of The Dukies' Foundation (the Trust) for the year ended 31 August 2020.

Responsibilities and basis of report

As the charity trustees of the Trust you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the Act').

I report in respect of my examination of the Trust's accounts carried out under section 145 of the Act and in carrying out my examination I have followed all applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent examiner's statement

I have completed my examination. I confirm that no material matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

1. accounting records were not kept in respect of the Trust as required by section 130 of the Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination.

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.

Jonathan Fullarton BSc ACA
McCabe Ford Williams
Chartered Accountants
Charlton House
Dour Street
DOVER
Kent
CT16 1BL

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THE DUKIES' FOUNDATION

**STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 AUGUST 2020**

	Notes	Unrestricted fund £	Restricted funds £	2020 Total funds £	2019 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	3	53,968	77,766	131,734	103,039
Investment income	4	<u>8,082</u>	<u>-</u>	<u>8,082</u>	<u>9,011</u>
Total		62,050	77,766	139,816	112,050
 EXPENDITURE ON					
Raising funds		28,963	-	28,963	28,187
Charitable activities					
Promotion of education		7,356	71,167	78,523	84,504
Other		<u>3,040</u>	<u>-</u>	<u>3,040</u>	<u>3,364</u>
Total		39,359	71,167	110,526	116,055
Net gains/(losses) on investments		<u>(128)</u>	<u>-</u>	<u>(128)</u>	<u>8,451</u>
NET INCOME		22,563	6,599	29,162	4,446
 RECONCILIATION OF FUNDS					
Total funds brought forward		336,278	64,366	400,644	396,198
 TOTAL FUNDS CARRIED FORWARD		<u>358,841</u>	<u>70,965</u>	<u>429,806</u>	<u>400,644</u>

The notes form part of these financial statements

THE DUKIES' FOUNDATION

**BALANCE SHEET
31 AUGUST 2020**

	Notes	2020 £	2019 £
FIXED ASSETS			
Investments	9	355,827	358,602
CURRENT ASSETS			
Debtors	10	8,610	18,441
Cash at bank		<u>137,267</u>	<u>127,189</u>
		145,877	145,630
CREDITORS			
Amounts falling due within one year	11	(71,898)	(103,588)
NET CURRENT ASSETS		<u>73,979</u>	<u>42,042</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>429,806</u>	<u>400,644</u>
NET ASSETS		<u>429,806</u>	<u>400,644</u>
FUNDS	13		
Unrestricted funds		358,842	336,278
Restricted funds		<u>70,964</u>	<u>64,366</u>
TOTAL FUNDS		<u>429,806</u>	<u>400,644</u>

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

C Crowcroft - Trustee

THE DUKIES' FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2020

1. STATUTORY INFORMATION

The Dukies' Foundation is a public benefit entity registered as an unincorporated charity in England. The charity's registered number, principal address and nature of operations can be found within the Reference and Administrative Details page and the Report of Trustees.

The financial statements are presented in sterling which is the functional currency of the charity.

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charity, 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 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities Act 2011. The financial statements have been prepared under the historical cost convention, with the exception of investments which are included at market value, as modified by the revaluation of certain assets.

Financial reporting standard 102 - reduced disclosure exemptions

The charity has taken advantage of the following disclosure exemptions in preparing these financial statements, as permitted by FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland':

- the requirements of Section 7 Statement of Cash Flows.

Income

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

Expenditure

Liabilities are 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.

Taxation

The charity is exempt from tax on its charitable activities.

Fund accounting

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

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

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

THE DUKIES' FOUNDATION

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2020**

3. DONATIONS AND LEGACIES

	2020 £	2019 £
Donations including gift aid	<u>131,733</u>	<u>103,039</u>

4. INVESTMENT INCOME

	2020 £	2019 £
Dividends	8,006	8,950
Interest	<u>76</u>	<u>61</u>
	<u>8,082</u>	<u>9,011</u>

5. SUPPORT COSTS

	Governance costs £
Other resources expended	<u>3,040</u>

Support costs, included in the above, are as follows:

	2020 Other resources expended £	2019 Total activities £
Insurance	-	137
Accountancy and independent examiner's fees	870	780
Investment management fees	<u>2,170</u>	<u>2,447</u>
	<u>3,040</u>	<u>3,364</u>

6. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 August 2020 nor for the year ended 31 August 2019.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 August 2020 nor for the year ended 31 August 2019.

THE DUKIES' FOUNDATION

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2020**

7. STAFF COSTS

The charity does not have any staff, however the charity does contribute towards the cost of a member of staff at the Duke of York's Royal Military School who works predominantly fundraising on behalf of the charity.

8. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Restricted funds £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	48,032	55,007	103,039
Investment income	<u>9,011</u>	<u>-</u>	<u>9,011</u>
Total	57,043	55,007	112,050
EXPENDITURE ON			
Raising funds	28,187	-	28,187
Charitable activities			
Promotion of education	32,076	52,428	84,504
Other	<u>3,364</u>	<u>-</u>	<u>3,364</u>
Total	63,627	52,428	116,055
Net gains on investments	<u>8,451</u>	<u>-</u>	<u>8,451</u>
NET INCOME	1,867	2,579	4,446
RECONCILIATION OF FUNDS			
Total funds brought forward	<u>334,411</u>	<u>61,787</u>	<u>396,198</u>
TOTAL FUNDS CARRIED FORWARD	<u><u>336,278</u></u>	<u><u>64,366</u></u>	<u><u>400,644</u></u>

9. FIXED ASSET INVESTMENTS

	Listed investments £
MARKET VALUE	
At 1 September 2019	358,602
Additions	45,364
Disposals	(38,578)
Revaluations	<u>(9,561)</u>
At 31 August 2020	<u>355,827</u>
NET BOOK VALUE	
At 31 August 2020	<u><u>355,827</u></u>
At 31 August 2019	<u><u>358,602</u></u>

There were no investment assets outside the UK.

THE DUKIES' FOUNDATION

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2020**

9. FIXED ASSET INVESTMENTS - continued

Listed investments have been revalued at the balance sheet date to the market value as per investment management valuation reports and stock exchange values.

10. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020	2019
	£	£
Gift aid debtor	8,610	16,889
Other debtors	<u>-</u>	<u>1,552</u>
	<u>8,610</u>	<u>18,441</u>

11. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020	2019
	£	£
Donations approved but not yet paid	71,118	102,928
Accrued expenses	<u>780</u>	<u>660</u>
	<u>71,898</u>	<u>103,588</u>

12. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted fund £	Restricted funds £	2020 Total funds £	2019 Total funds £
Investments	355,827	-	355,827	358,602
Current assets	61,413	84,464	145,877	145,630
Current liabilities	<u>(38,222)</u>	<u>(33,676)</u>	<u>(71,898)</u>	<u>(103,588)</u>
	<u>379,018</u>	<u>50,788</u>	<u>429,806</u>	<u>400,644</u>

13. MOVEMENT IN FUNDS

	At 1.9.19 £	Net movement in funds £	At 31.8.20 £
Unrestricted funds			
General fund	336,278	22,563	358,841
Restricted funds			
Student support	29,173	(6,375)	22,798
A Winning Edge	16,356	2,920	19,276
School Heritage	18,837	10,054	28,891
	<u>64,366</u>	<u>6,599</u>	<u>70,965</u>
TOTAL FUNDS	<u>400,644</u>	<u>29,162</u>	<u>429,806</u>

THE DUKIES' FOUNDATION

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2020**

13. MOVEMENT IN FUNDS - continued

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

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	62,050	(39,359)	(128)	22,563
Restricted funds				
Student support	33,048	(39,423)	-	(6,375)
A Winning Edge	16,166	(13,246)	-	2,920
School Heritage	28,553	(18,498)	-	10,054
	<u>77,767</u>	<u>(71,168)</u>	<u>-</u>	<u>6,599</u>
TOTAL FUNDS	<u>139,817</u>	<u>(110,526)</u>	<u>(128)</u>	<u>29,161</u>

Comparatives for movement in funds

	At 1.9.18 £	Net movement in funds £	At 31.8.19 £
Unrestricted funds			
General fund	334,411	1,867	336,278
Restricted funds			
Student support	26,275	2,898	29,173
Leadership	7,690	(2,550)	5,140
Hockey	17,263	(3,566)	13,697
Arboretum	8,705	(1,694)	7,011
World War I commemoration	1,854	7,491	9,345
	<u>61,787</u>	<u>2,579</u>	<u>64,366</u>
TOTAL FUNDS	<u>396,198</u>	<u>4,446</u>	<u>400,644</u>

THE DUKIES' FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 AUGUST 2020

13. MOVEMENT IN FUNDS - continued

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

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	57,043	(63,627)	8,451	1,867
Restricted funds				
Student support	29,898	(27,000)	-	2,898
Leadership	1,350	(3,900)	-	(2,550)
Hockey	13,437	(17,003)	-	(3,566)
Arboretum	-	(1,694)	-	(1,694)
World War I commemoration	10,322	(2,831)	-	7,491
	<u>55,007</u>	<u>(52,428)</u>	<u>-</u>	<u>2,579</u>
TOTAL FUNDS	<u>112,050</u>	<u>(116,055)</u>	<u>8,451</u>	<u>4,446</u>

Unrestricted funds

Included within the General fund is an amount of £35,844 representing legacy donations received during the year, whilst these funds are unrestricted, the Trustees are considering how best to use these funds in direct furtherance of the Charities objects.

Student support

Donations including gift aid were received for the purposes of providing funding and opportunities for students when financial circumstances were a barrier to them continuing at the School. At the year end £22,798 remained unspent.

A Winning Edge

This new fund incorporates the previous Leadership and Hockey restricted funds below.

Donations to this fund will provide targeted support to specific student programmes across the full range of school activities, from academic to sporting, performing arts and adventure activities, personal development and life skills.

Leadership

Donations including gift aid were received for the purpose of supporting students develop their leadership and life skills. At the end of the year £7,011 remained unspent.

Hockey

Donations including gift aid were received for the purpose of enhancing both the standard and participation in hockey at the School. At the end of the year £18,435 remained unspent.

School Heritage

This new fund incorporates the previous Arboretum and World War I Commemoration restricted funds below. Preserving and Celebrating Dukies' history.

Donations to this fund could include the restoration, development and maintenance of ceremonial activities, memorials, research, archives, collections and other iconic features of the School.

Arboretum

Donations including gift aid were received for the purpose of establishing a School memorial. At the end of the year £7,011 remained unspent.

World War I commemoration

Donations including gift aid were received for the purpose of two "Tommy" figures to commemorate World War I. At the end of the year £9,345 remained unspent.

14. RELATED PARTY DISCLOSURES

Trustees made donations (excluding gift aid) to the charity of £6,859 (2019 - £3,165).

THE DUKIES' FOUNDATION

**DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 AUGUST 2020**

	2020 £	2019 £
INCOME AND ENDOWMENTS		
Donations and legacies		
Donations including gift aid	131,733	103,039
Investment income		
Dividends	8,006	8,950
Interest	<u>76</u>	<u>61</u>
	<u>8,082</u>	<u>9,011</u>
Total incoming resources	139,815	112,050
EXPENDITURE		
Raising donations and legacies		
Contribution towards fundraising officer	28,963	28,187
Charitable activities		
Donations payable	78,523	84,504
Support costs		
Governance costs		
Insurance	-	137
Accountancy and independent examiner's fees	870	780
Investment management fees	<u>2,170</u>	<u>2,447</u>
	<u>3,040</u>	<u>3,364</u>
Total resources expended	<u>110,526</u>	<u>116,055</u>
Net income/(expenditure) before gains and losses	29,289	(4,005)
Realised recognised gains and losses		
Realised gains/(losses) on fixed asset investments	<u>(128)</u>	<u>8,451</u>
Net income	<u><u>29,161</u></u>	<u><u>4,446</u></u>

This page does not form part of the statutory financial statements