

**REPORT OF THE TRUSTEES AND
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2021
FOR
THE DUKIES' FOUNDATION**

McCabe Ford Williams
Chartered Accountants
Charlton House
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THE DUKIES' FOUNDATION

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FOR THE YEAR ENDED 31 AUGUST 2021**

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THE DUKIES' FOUNDATION

**REFERENCE AND ADMINISTRATIVE DETAILS
FOR THE YEAR ENDED 31 AUGUST 2021**

TRUSTEES

Dr G Soar
Mrs R McCarthy (resigned 18.11.20)
A Nunn
L Ridings (resigned 17.11.21)
A Barlow (resigned 1.11.20)
C Crowcroft
A Foreman
A Thorne (appointed 1.1.21)
Mrs M Williams (appointed 10.3.21)
D Richmond (appointed 17.11.21)

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 2021

The trustees present their report with the financial statements of the charity for the year ended 31 August 2021. 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 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 the enlightenment philanthropy of the time, like the Foundling Hospital, London. The mission continues to this day - Dukie parents have served in all the conflicts of modern times - with 55% 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 over £1 million has been invested in 'helping the Dukies of today.' Income received of £51,381 in the current year decreased by 61% year on year due to the impact of Covid on fundraising activities and a change in our Alumni & Development Officer (Rachel Robinson appointed 02/2021). Recognised within The Clocktower Society, Dukie donors stand at 151, 10% of total alumni database. We seek to reach 20%, the top end of UK alumni response (IDPE).

Expenditure was £86,418. Due to Covid we made few grants which included a starter investment in Social Archive matched by Dukie donors: sporting, house and cultural images since WW2, internet-platformed with the aid of a skilled archivist; and music instruments and equipment, all split with Dukie donors. Despite this, net funds at year end increased to £452,693 (£429,805 - 2020). The Foundation's investment portfolio was the main driver, recovering well into positive territory after an initial Covid hit of -15%; adviser Quilter Cheviot has materially aided investment performance over time.

We also pay for the Alumni Relations & Development Officer function which has driven the growth of alumni contribution to the life of the School, investing time and expertise as well as funds. Despite losing two months due to ADO changeover, the new appointee has launched a new alumni website, acted successfully to reinstitute alumni events and begun smaller-scale fundraising. Major renovation of the School's iconic Clock Tower estimated at £150k will be her focus in FY 2021/22.

Progress on our Archive with the Army Museum Ogilby Trust (AMOT) has completed digitisation of 78,000 images 1900-1930 including pupil petitions for entry, catalogued by volunteer effort. These will form part of the AMOT e-platform available for public access from autumn 2021.

Looking forward, we hope to get back to normal post Covid and to develop further relationships for example with external grant-making bodies; some already make significant bursary grants direct to School. We want to expand the effort, if possible, with service charities given that the School has been for more than two centuries 'the Army's own'.

We are gratified to see the School's upward march in numbers and academic results despite the pandemic. The Dukies' Foundation has a complementary part to play, a part we seek to grow.

THE DUKIES' FOUNDATION
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 AUGUST 2021

FINANCIAL REVIEW

Total funds held at 31 August 2021 amount to £452,693 (2020 - £429,806) of which £91,390 (2020 - £70,964) is restricted and not available for the general purpose of the charity and £361,303 (2020 - £358,842) 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 9 May 2022 and signed on its behalf by:

D Richmond - 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 2021.

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 FCA
McCabe Ford Williams
Chartered Accountants
Charlton House
Dour Street
DOVER
Kent
CT16 1BL

10 May 2022

THE DUKIES' FOUNDATION

STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 AUGUST 2021

	Notes	Unrestricted fund £	Restricted funds £	2021 Total funds £	2020 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	3	9,853	41,528	51,381	131,734
Investment income	4	8,886	-	8,886	8,082
Total		18,739	41,528	60,267	139,816
EXPENDITURE ON					
Raising funds		25,181	-	25,181	28,963
Charitable activities					
Promotion of education		847	57,298	58,145	78,523
Other		3,092	-	3,092	3,040
Total		29,120	57,298	86,418	110,526
Net gains/(losses) on investments		49,039	-	49,039	(128)
NET INCOME/(EXPENDITURE)		38,658	(15,770)	22,888	29,162
Transfers between funds	13	(36,196)	36,196	-	-
Net movement in funds		2,462	20,426	22,888	29,162
RECONCILIATION OF FUNDS					
Total funds brought forward		358,841	70,964	429,805	400,644
TOTAL FUNDS CARRIED FORWARD		361,303	91,390	452,693	429,806

The notes form part of these financial statements

THE DUKIES' FOUNDATION

**BALANCE SHEET
31 AUGUST 2021**

	Notes	2021 £	2020 £
FIXED ASSETS			
Investments	9	403,296	355,827
CURRENT ASSETS			
Debtors	10	5,496	8,610
Cash at bank		91,059	137,267
		<u>96,555</u>	<u>145,877</u>
CREDITORS			
Amounts falling due within one year	11	(47,158)	(71,898)
NET CURRENT ASSETS		<u>49,397</u>	<u>73,979</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>452,693</u>	<u>429,806</u>
NET ASSETS		<u>452,693</u>	<u>429,806</u>
FUNDS	13		
Unrestricted funds		361,303	358,842
Restricted funds		91,390	70,964
TOTAL FUNDS		<u>452,693</u>	<u>429,806</u>

The financial statements were approved by the Board of Trustees and authorised for issue on 9 May 2022 and were signed on its behalf by:

D Richmond - Trustee

The notes form part of these financial statements

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2021

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 2021**

3. DONATIONS AND LEGACIES

	2021	2020
	£	£
Donations including gift aid	51,381	131,734
	<u>51,381</u>	<u>131,734</u>

4. INVESTMENT INCOME

	2021	2020
	£	£
Dividends	8,872	8,006
Interest	14	76
	<u>8,886</u>	<u>8,082</u>

5. SUPPORT COSTS

	Governance costs
	£
Other resources expended	3,092
	<u>3,092</u>

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

	2021 Other resources expended £	2020 Total activities £
Accountancy and independent examiner's fees	792	870
Investment management fees	2,300	2,170
	<u>3,092</u>	<u>3,040</u>

6. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 August 2021 nor for the year ended 31 August 2020.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 August 2021 nor for the year ended 31 August 2020.

THE DUKIES' FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2021

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 spends some of their time 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	53,969	77,765	131,734
Investment income	8,082	-	8,082
Total	62,051	77,765	139,816
 EXPENDITURE ON			
Raising funds	28,963	-	28,963
Charitable activities			
Promotion of education	7,356	71,167	78,523
Other	3,040	-	3,040
Total	39,359	71,167	110,526
Net gains/(losses) on investments	(128)	-	(128)
NET INCOME	22,564	6,598	29,162
 RECONCILIATION OF FUNDS			
Total funds brought forward	336,278	64,366	400,644
 TOTAL FUNDS CARRIED FORWARD	358,842	70,964	429,806

9. FIXED ASSET INVESTMENTS

	Listed investments £
MARKET VALUE	
At 1 September 2020	355,827
Additions	32,479
Disposals	(35,597)
Revaluations	50,587
At 31 August 2021	403,296
 NET BOOK VALUE	
At 31 August 2021	403,296
At 31 August 2020	355,827

There were no investment assets outside the UK.

THE DUKIES' FOUNDATION

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2021**

9. FIXED ASSET INVESTMENTS - continued

Cost or valuation at 31 August 2021 is represented by:

	Listed investments £
Cost	403,296
	<u> </u>

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

	2021	2020
	£	£
Gift aid debtor	5,496	8,610
	<u> </u>	<u> </u>

11. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021	2020
	£	£
Donations approved but not yet paid	46,366	71,118
Accrued expenses	792	780
	<u> </u>	<u> </u>
	47,158	71,898
	<u> </u>	<u> </u>

12. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted fund £	Restricted funds £	2021 Total funds £	2020 Total funds £
Investments	385,630	17,666	403,296	355,827
Current assets	1,646	94,909	96,555	145,877
Current liabilities	(25,973)	(21,185)	(47,158)	(71,898)
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
	361,303	91,390	452,693	429,806
	<u> </u>	<u> </u>	<u> </u>	<u> </u>

13. MOVEMENT IN FUNDS

	At 1.9.20 £	Net movement in funds £	Transfers between funds £	At 31.8.21 £
Unrestricted funds				
General Fund	358,841	38,658	(36,196)	361,303
Restricted funds				
Student Support	22,797	(5,082)	-	17,715
School Heritage	19,277	(5,036)	35,842	50,083
A Winning Edge	28,890	(5,652)	354	23,592
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
	70,964	(15,770)	36,196	91,390
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
TOTAL FUNDS	429,805	22,888	-	452,693
	<u> </u>	<u> </u>	<u> </u>	<u> </u>

THE DUKIES' FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2021

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	18,739	(29,120)	49,039	38,658
Restricted funds				
Student Support	26,495	(31,577)	-	(5,082)
School Heritage	8,313	(13,349)	-	(5,036)
A Winning Edge	6,720	(12,372)	-	(5,652)
	<u>41,528</u>	<u>(57,298)</u>	<u>-</u>	<u>(15,770)</u>
TOTAL FUNDS	<u>60,267</u>	<u>(86,418)</u>	<u>49,039</u>	<u>22,888</u>

Comparatives for movement in funds

	At 1.9.19 £	Net movement in funds £	At 31.8.20 £
Unrestricted funds			
General Fund	336,278	22,564	358,842
Restricted funds			
Student Support	29,173	(6,376)	22,797
School Heritage	16,356	2,921	19,277
A Winning Edge	18,837	10,053	28,890
	<u>64,366</u>	<u>6,598</u>	<u>70,964</u>
TOTAL FUNDS	<u>400,644</u>	<u>29,162</u>	<u>429,806</u>

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	62,051	(39,359)	(128)	22,564
Restricted funds				
Student Support	33,047	(39,423)	-	(6,376)
School Heritage	16,166	(13,245)	-	2,921
A Winning Edge	28,552	(18,499)	-	10,053
	<u>77,765</u>	<u>(71,167)</u>	<u>-</u>	<u>6,598</u>
TOTAL FUNDS	<u>139,816</u>	<u>(110,526)</u>	<u>(128)</u>	<u>29,162</u>

THE DUKIES' FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 AUGUST 2021

13. MOVEMENT IN FUNDS - continued

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 £ 17,715 remained unspent.

School Heritage

Donations including gift aid were received for the purpose of restoring, developing and maintaining of ceremonial activities, memorials, research, archives, collections and other iconic features of the School. At the end of the year a total of £50,083 remained unspent which is split as follows:

- War Memorial £9,346
- Arboretum £2,475
- School Heritage £33,746
- Social Archive £2,226
- Athletic Benches £342
- Military Heritage £698
- School Events £1,250

A Winning Edge

Donations including gift aid were received for the purpose of providing 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. At the end of the year a total of £23,592 remained unspent which is split as follows:

- Hockey £15,926
- Leadership £5,153
- Music Department £266
- Starting Blocks £96
- Science Department £370
- CERN Trip £1,616
- Maths Department £87
- Engineering £78

14. RELATED PARTY DISCLOSURES

Trustees made donations (excluding gift aid) to the charity of £3,645 (2020 - £6,859).

THE DUKIES' FOUNDATION

**DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 AUGUST 2021**

	2021 £	2020 £
INCOME AND ENDOWMENTS		
Donations and legacies		
Donations including gift aid	51,381	131,734
Investment income		
Dividends	8,872	8,006
Interest	14	76
	<hr/> 8,886	<hr/> 8,082
Total incoming resources	60,267	139,816
EXPENDITURE		
Raising donations and legacies		
Contribution towards fundraising officer	25,181	28,963
Charitable activities		
Donations payable	58,145	78,523
Support costs		
Governance costs		
Accountancy and independent examiner's fees	792	870
Investment management fees	2,300	2,170
	<hr/> 3,092	<hr/> 3,040
Total resources expended	<hr/> 86,418	<hr/> 110,526
Net (expenditure)/income before gains and losses	(26,151)	29,290
Realised recognised gains and losses		
Realised gains/(losses) on fixed asset investments	49,039	(128)
Net income	<hr/> <hr/> 22,888	<hr/> <hr/> 29,162

This page does not form part of the statutory financial statements