

The Calne Foundation Trust
(a company limited by guarantee)

ANNUAL REPORT AND FINANCIAL STATEMENTS

for the year ended

31 August 2022

The Calne Foundation Trust
REPORTS AND FINANCIAL STATEMENTS
for the year ended 31 August 2022

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The Calne Foundation Trust

TRUSTEES, OFFICERS AND ADVISERS

for the year ended 31 August 2022

TRUSTEES AND DIRECTORS

The members of the Board of Trustees listed below are, for the purposes of company law, directors of the Foundation and, for the purposes of charity law, trustees of the Foundation.

All Trustees, unless otherwise stated, served throughout the year and, at the date of signing this report are:

Mrs Cate Bell (Chairperson)
Ms Joanne Avery
Mr Andrew Aylwin
Mr Jack Churchill (resigned 3 December 2021)
Mrs Nicola James (appointed 3 December 2021)
Mrs Debs Wakeham
Mrs Victoria Wilson

Trustee meetings are also attended by the following School senior staff:

Dr F M Kirk – Headmistress, St Mary's Calne
Mr L Bromwich – Headmaster, St Margaret's Preparatory School
Mr D J Boswell – Bursar and Clerk to the Governors

SECRETARY AND CHIEF EXECUTIVE OF THE FOUNDATION

Mrs C M Depla

REGISTERED OFFICE

63 Curzon St
Calne
Wiltshire SN11 0DF

ADVISERS:

AUDITOR

RSM UK Audit LLP
Davidson House
Forbury Square
Reading
Berkshire
RG1 3EU

BANKERS

HSBC
Chippenham Commercial Centre
2 Market Place
Chippenham
Wiltshire SN15 3HE

SOLICITORS

Veale Wasbrough Vizards LLP
Narrow Quay House
Narrow Quay
Bristol BS1 4QA

INVESTMENT ADVISERS

James Hambro & Partners LLP
Ryder Court, 14 Ryder Street
London SW1Y 6QB

The Calne Foundation Trust

ANNUAL REPORT OF THE TRUSTEES

for the year ended 31 August 2022

The Trustees of the Calne Foundation Trust present their report and audited financial statements for the year ended 31 August 2022 and confirm that they comply with the requirements of the Charities Act 2011, the Charities SORP (FRS 102), the Companies Act 2006 and the Memorandum and Articles of Association of the Foundation.

BACKGROUND AND CONSTITUTION

The Calne Foundation Trust (CFT) is a charitable trust that exists to support present and future generations of pupils at St Mary's Calne and St Margaret's Preparatory School. It was established in 2012 by Governors, parents and leading members of the Calne Girls' Association (St Mary's alumnae, known as the CGA).

The CFT was incorporated on 27th April 2012 as a charitable company registered with the Charity Commission (Registration Number 1147327).

AIMS AND OBJECTIVES

The CFT exists to ensure continuing investment in the schools' facilities and to provide vital funding for Scholarships, Bursaries and other educational programmes benefiting the pupils of the two schools. The CFT helps the school to realise their ambitions and make a real difference for generations to come.

All funds raised are ring fenced and kept separate from main school finance and the CFT acts as a vehicle for collecting, holding/investing, and dispensing sums donated for the benefit of both schools.

ORGANISATION AND MANAGEMENT

There is an independent body of Trustees comprising Governors, old girls of St Mary's and parents of both schools. The Trustees are as detailed above and they meet at least 3 times per year. St Mary's School (Calne) has been delegated responsibility for the operations of The Calne Foundation Trust by the Trustees but this work is not remunerated by the Foundation.

RISK MANAGEMENT

Trustees are aware of their responsibility to manage risk. Strategies used to ameliorate and minimise risk are:

- Provision of a clear investment strategy.
- Appointment of an investment advisor. Consideration of an investment report at each meeting and meeting personally with the adviser at least once a year.
- Proper authorisation of expenditure.
- Monthly reports on the management of invested funds, funds held in the bank and cash.
- Annual audit.

ACTIVITIES AND FINANCIAL REVIEW

The Calne Foundation Trust has had another successful year. In addition to the more substantial gifts and pledges we have received, we have continued to increase the number of people who support the work of the Trust by attending events or making smaller, regular donations to our funds.

The Shaping the Future programme continues to benefit from the resources our community contributes to the schools whether in time, connections or funds.

In September 2021 we enjoyed a series of wonderful 'Leaf to Leaf' events to mark the opening of our beautiful new garden and library. Originally planned for Spring 2020, the official opening ceremonies were postponed due to the pandemic, so it was even more special to welcome guests and bring our community together again to unveil these beautiful spaces which would not have been possible without substantial philanthropic support.

Pippa Greenwood, Gardener, BBC broadcaster, writer and lecturer, officially opened the Lime Kiln Garden, designed by Garden Designer and parent, Sally Harley-Martin. The Garden has played host to many events throughout the year including our inaugural Grandparents' Tea attended by 70 families. In August 2022, we completed the last phase of the Lime Kiln Garden project – an oak-framed pavilion generously sponsored by a parent. Acting as a multi-functional space for outdoor lessons and tutorials, meetings, concerts or socialising, this final element of the garden ensures use of the garden throughout the year.

The Calne Foundation Trust

ANNUAL REPORT OF THE TRUSTEES

for the year ended 31 August 2022

The closing event in our series of 'Leaf to Leaf' celebrations was the long-awaited official opening of our amazing new library by our guest of honour, alumna and celebrated Author, Eva Rice. The vision for the new library was to provide a student-centred, technology rich and interactive learning environment to encourage both collaborative and independent learning, providing greater opportunities for our students and the best possible preparation for the future. The library has fully met the vision and, in addition, has been a wonderful space for events this year from author visits to careers events.

At St Margaret's Prep, Axel Scheffler, illustrator and creator of the Gruffalo, opened the Early Years' Courtyard in September 2021. Built during the summer holidays following a fundraising campaign, this newly renovated space at the heart of the school has been meticulously designed to ignite imagination and creativity amongst the school's youngest pupils.

The CFT has continued to award Enrichment Scholarships to Sixth Form girls for academic or gap year purposes. Funded from the Discretionary Fund, five girls were awarded Enrichment Scholarships in 2021/22. The successful projects included voluntary work in Bluebells School, Kenya; in Sheela Bal Bhvan Girls' Orphanage in India, as well as volunteering in a slum clinic in Jaipur.

A major fundraising event organised by the CFT in January 2022 was the Opera Gala at the Sheldonian Theatre, Oxford. The evening raised over £14,000 for music bursaries thus providing 438 individual music lessons to girls who would not otherwise be able to access such high quality, one to one, music learning.

We were delighted to host our fourth triennial London Art Exhibition, Presence of Absence, at Mall Galleries in November 2021. With over 160 pieces of art produced by current pupils, alumnae, parents, and staff, the Exhibition featured many varied and exciting works, showcasing a breathtaking level of skill, creativity, and flair. Art workshops for primary school children were hosted over two days.

Great schools like St Mary's and St Margaret's are made up of outstanding pupils from a wide range of backgrounds and a key priority for the CFT is to build a strong and sustainable bursary fund. In 2023, St Mary's celebrates its 150th anniversary - and in this special year we plan to launch an ambitious and genuinely transformational bursary programme which embodies the school's aims and values. The Chrysalis Campaign is aimed at changing lives for the better, opening doors to opportunities that never seemed possible and creating brighter futures for many more girls at St Mary's.

We have continued our commitment to support girls referred to us through our partnership with Royal Springboard, and 2 new Springboard pupils joined the school in September 2022. The Foundation has also provided essential resources to students on 95% bursaries.

During the year donations and gift income was £390,342 (2021: £504,711) and total income was £405,668 (2021: £519,183). Income from investments and bank interest totalled £15,326 (2021: £14,472) and investment losses totalled £88,399 (2021: gain of £125,491).

During the year the Foundation made awards, bursaries, scholarships and capital investments amounting to £495,576 (2021: £773,619). Net income for the year was £111,477 (2021: net expenditure of £128,945).

A property was purchased in July 2022 for £302,313 as an investment; it sits as a restricted asset within the Bursary Fund and has been rented to a school teacher. Rental income will be classified as investment income.

The expenses of the Foundation are met by the school.

PLANS FOR THE FUTURE

The school has a ten year development plan that requires significant investment. The Foundation plans to raise funds to support the development plan and to provide transformational bursaries to enable talented children from less advantaged backgrounds to benefit from a Calne education.

The Calne Foundation Trust

ANNUAL REPORT OF THE TRUSTEES

for the year ended 31 August 2022

PARTY TRANSACTIONS AND CONNECTED ENTITIES

Refer to Note 12.

All Foundation salaries and operational costs were funded by St Mary's School, Calne.

RESERVES

The purpose of the Foundation is to support the two schools by raising funds for capital projects and bursaries. As noted above, its operational costs are met by St Mary's School.

In addition to the general discretionary fund, various sub funds have been set up for specific projects, for example, the Armed Forces Fund, the Capital Projects Fund and the Bursary Fund. In this way the Trustees can make sure that donations are applied for the purpose for which they were given.

At the year end the endowment fund is £7,874 (2021: £9,964), restricted funds are £2,104,035 (2021: £2,289,201) and unrestricted funds are £16,925 (2021: £20,505).

INVESTMENT POWERS, POLICY AND PERFORMANCE

The Calne Foundation Trust funds are invested with James Hambro and Partners. The Investment horizon is long-term and the strategy is one of Capital Growth. The risk tolerance is medium to high. Trustees meet with the Fund Manager annually to review strategy and performance.

The Calne Foundation Trust

ANNUAL REPORT OF THE TRUSTEES

for the year ended 31 August 2022

STATEMENT OF TRUSTEES RESPONSIBILITIES

The Trustees (who are also directors of the Calne Foundation Trust for the purposes of company law) are responsible for preparing the Trustee's Annual 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 Trustees to prepare financial statements for each financial year and 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 year. In preparing these financial statements, the Trustees are required to;

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

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

So far as the Trustees are aware, at the time this report is approved:

- There is no relevant audit information of which the company's auditor is unaware, and
- The Trustees have taken all steps that they ought to have taken to make themselves aware of the relevant audit information and to establish that the auditor is aware of that information.

AUDITOR

RSM UK Audit LLP have indicated their willingness to continue in office. A resolution to reappoint RSM UK Audit LLP as the Foundation's auditor will be made at the Annual General Meeting.

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

Approved by the Board of Trustees on 23.3.23 and signed on their behalf by:



MRS C BELL

Chairperson of Trustees

The Calne Foundation Trust

INDEPENDENT AUDITOR'S REPORT

for the year ended 31 August 2022

Opinion

We have audited the financial statements of The Calne Foundation Trust (the 'charitable company') for the year ended 31 August 2022 which comprise the Statement of Financial Activities, the Balance Sheet, and notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 August 2022 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for 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

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charitable company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

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

Other information

The other information comprises the information included in the Trustees' Report other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the Trustees' Report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

The Calne Foundation Trust

INDEPENDENT AUDITOR'S REPORT

for the year ended 31 August 2022

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 Trustees' Report, which includes the Directors' 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 Directors' Report included within the Trustees' Report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Directors' Report included within the Trustees' Report.

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

- 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 trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the Trustees were not entitled to prepare the financial statements in accordance with the small companies' regime and take advantage of the small companies exemption from the requirement to prepare a Strategic Report or in preparing the Trustees' Report.

Responsibilities of trustees

As explained more fully in the Statement of Trustees' responsibilities set out on page 5, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Auditor's responsibilities for the audit of the financial statements

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

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

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

The Calne Foundation Trust

INDEPENDENT AUDITOR'S REPORT

for the year ended 31 August 2022

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

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

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

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

As a result of these procedures we consider the most significant laws and regulations that have a direct impact on the financial statements are FRS 102, Charities SORP (FRS 102), Companies Act 2006, Charities Act 2011, the charitable company's governing document, tax legislation and Charities (Protection and Social Investment) Act 2016. We performed audit procedures to detect non-compliances which may have a material impact on the financial statements which included reviewing the financial statements including the Trustees' Report, remaining alert to new or unusual transactions which may not be in accordance with the governing documents, inspecting correspondence with local tax authorities and evaluating advice received from internal/external advisors.

The audit engagement team identified the risk of management override of controls and income recognition as the area where the financial statements were most susceptible to material misstatement due to fraud. Audit procedures performed included but were not limited to testing manual journal entries and other adjustments, evaluating the business rationale in relation to significant, unusual transactions and transactions entered into outside the normal course of business, challenging judgments and estimates and performing substantive test of details over a sampling of donations.

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

The Calne Foundation Trust
INDEPENDENT AUDITOR'S REPORT
for the year ended 31 August 2022

Use of our report

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

Kerry Gallagher

KERRY GALLAGHER (Senior Statutory Auditor)
For and on behalf of RSM UK AUDIT LLP, Statutory Auditor
Chartered Accountants
Davidson House
Forbury Square
Reading
Berkshire
RG1 3EU

Date: 24 March 2023

The Calne Foundation Trust

STATEMENT OF FINANCIAL ACTIVITIES (INCLUDING INCOME AND EXPENDITURE ACCOUNT)

for the year ended 31 August 2022

	Notes	Unrestricted funds £	Restricted Funds £	Endowment Funds £	2022 £	2021 £
INCOME FROM:						
Donations	3	3,715	386,627	-	390,342	504,711
Investment income	4	955	14,371	-	15,326	14,472
Total income		<u>4,670</u>	<u>400,998</u>	<u>-</u>	<u>405,668</u>	<u>519,183</u>
EXPENDITURE FROM:						
Charitable Activities	5	8,250	197,542	-	205,792	773,619
Total expenditure		<u>8,250</u>	<u>197,542</u>	<u>-</u>	<u>205,792</u>	<u>773,619</u>
TOTAL		(3,580)	203,456	-	199,876	(254,436)
(Losses)/gains on investments	4	-	(86,309)	(2,090)	(88,399)	125,491
NET INCOME/(EXPENDITURE)		<u>(3,580)</u>	<u>117,147</u>	<u>(2,090)</u>	<u>111,477</u>	<u>(128,945)</u>
NET MOVEMENT IN FUNDS FOR THE YEAR		(3,580)	117,147	(2,090)	111,477	(128,945)
Fund balances at start of year		20,505	2,289,201	9,964	2,319,670	2,448,615
Fund balances at end of year	10	<u>16,925</u>	<u>2,406,348</u>	<u>7,874</u>	<u>2,431,147</u>	<u>2,319,670</u>

The notes on pages 13 to 21 form part of these financial statements.

The Calne Foundation Trust

BALANCE SHEET as at 31 August 2022

	Notes	2022 £	2021 £
FIXED ASSETS			
Investment properties	6	302,313	-
Investments	7	1,184,678	1,271,309
		<u>1,486,991</u>	<u>1,271,309</u>
CURRENT ASSETS			
Debtors	8	357,953	365,632
Cash at bank and in hand		586,203	682,729
		<u>944,156</u>	<u>1,048,361</u>
NET CURRENT ASSETS		944,156	1,048,361
TOTAL ASSETS		<u>2,431,147</u>	<u>2,319,670</u>
FUNDS			
Endowment funds	10	7,874	9,964
Restricted funds	10	2,406,348	2,289,201
Unrestricted funds	10	16,925	20,505
TOTAL FOUNDATION FUNDS		<u>2,431,147</u>	<u>2,319,670</u>

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

The financial statements were approved and authorised for issue by the Board on 23.3.23 and signed on its behalf by:



MRS C BELL
Chairperson of Trustees

The notes on pages 13 to 21 form part of these financial statements.

The Calne Foundation Trust

STATEMENT OF CASH FLOWS

for the year ended 31 August 2022

	Notes	2022 £	2021 £
Cash flow from operating activities:			
Cash generated by operations	14	398,021	623,272
Net cash from operating activities		<u>398,021</u>	<u>623,272</u>
Cash flows from investing activities:			
Investment income received		15,326	14,472
Cash donated to St Mary's School		(193,663)	(773,619)
Investment fund management fees		(12,129)	-
Purchase of investment assets		-	(14,089)
Purchase of investment properties		(302,313)	-
Net loss on investments		(1,768)	-
Net cash used in investing activities		<u>(494,547)</u>	<u>(773,236)</u>
Movement in cash		<u>(96,526)</u>	<u>(149,964)</u>
Cash and cash equivalents at the beginning of the reporting period		<u>682,729</u>	<u>832,693</u>
Cash and cash equivalents at the end of the reporting period		<u>586,203</u>	<u>682,729</u>
Analysis of cash and cash equivalents:			
Cash at bank and in hand		<u>586,203</u>	<u>682,729</u>

The notes on pages 13 to 21 form part of these financial statements

The Calne Foundation Trust

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 August 2022

1 ACCOUNTING POLICIES

Foundation information

The Calne Foundation Trust is a private company limited by guarantee and incorporated in England and Wales. The registered office is Curzon Street, Calne, Wiltshire, SN11 0DF.

The Calne Foundation Trust meets the definition of a public benefit entity under section 34 of FRS 102.

The principal objectives of the Foundation are detailed in the Trustees report found on page 2 of these financial statements.

The financial statements are prepared in sterling, which is the functional currency of the Foundation. Monetary amounts in these financial statements are rounded to the nearest £.

Accounting convention

The financial statements have been prepared under historical cost convention, modified by the revaluation of investments. The financial statements have been prepared in accordance with 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) – (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102), the Companies Act 2006 and the Charities Act 2011. The accounting policies disclosed have been applied consistently throughout the current and preceding year.

Going concern

The Foundation has net current assets of £944,156 and income of £405,668. The Foundation's running costs are fully covered by its Parent Company – St Mary's School (Calne). Any reduction in the overall value of donations to the Foundation would impact the amount that is donated to the School for specific causes. To date, the Covid pandemic has not directly affected the Foundation or its ability to raise funds and the Trustees consider that there are no material uncertainties about the Foundation's ability to continue as a going concern.

Income

All income is recognised once the charity has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably

Donations are recognised when the Trust has been notified in writing of both the amount and settlement date. In the event that a donation is subject to conditions that require a level of performance before the charity is entitled to the funds, the income is deferred and not recognised

Expenditure

All expenses are accounted for on an accruals basis.

Charitable activities

The main component of charitable activities consists of donations paid to St Mary's School (Calne), investment management fees and investment research costs.

Taxation

The foundation is exempt from tax on income and gains falling within section 466 to 493 of the Corporation Tax Act 2010, to the extent that these are applied to charitable objects.

The Foundation is not registered for VAT, and as such all expenditure is shown inclusive of irrecoverable VAT.

The Calne Foundation Trust

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 August 2022

1 ACCOUNTING POLICIES (*continued*)

Funds

Endowment funds are invested in shares in the investment fund, the income of which is taken to restricted funds and used as a contribution towards awards to pupils of St Mary's School (Calne).

Restricted funds comprise income funds subject to specific trusts arising either from the donor's wishes or the terms of a particular fund raising initiative.

Unrestricted funds comprise the Foundation's funds, which are expendable at the discretion of the Trustees.

Investments

Investments are a form of basic financial instrument and are initially recognised at their transaction value and subsequently measured at their fair value as at the balance sheet date using the closing quoted market price. The Statement of Financial Activities includes the net gains and losses arising on revaluation and disposals throughout the year.

All gains and losses are taken to the Statement of Financial Activities as they arise. Realised gains and losses on investments are calculated as the difference between sales proceeds and their opening carrying value or their purchase value if acquired subsequent to the first day of the financial year. Unrealised gains and losses are calculated as the difference between the fair value at the year end and their carrying value. Realised and unrealised investment gains and losses are combined in the Statement of Financial Activities.

Investment properties

Investment properties (including properties held under an operating lease) are initially measured at cost and subsequently measured at fair value. Changes in fair value are recognised in profit or loss.

Financial instruments

The Foundation has elected to apply the provisions of Section 11 'Basic Financial Instruments' of FRS 102 to all of its financial instruments.

Financial instruments are recognised when the company becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

The Calne Foundation Trust

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 August 2022

1 ACCOUNTING POLICIES (*continued*)

Basic financial assets

Basic financial assets, which include trade and other receivables, amounts owed by group undertakings and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the financial asset is measured at the present value of the future receipts discounted at a market rate of interest.

Classification of financial liabilities

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

Basic financial liabilities

Basic financial liabilities are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest.

Critical accounting estimates and areas of judgement

In the application of the Foundation's accounting policies, the Trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised.

The Trustees do not consider there to be any estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year.

2 INFORMATION REGARDING TRUSTEES AND EMPLOYEES

None of the Trustees received any emoluments from the Foundation during the year or prior year.

During the year Trustee expenses totalling £nil (2021: £nil) were reimbursed.

3 DONATIONS

	Unrestricted funds 2022 £	Restricted funds 2022 £	Endowment Funds 2022 £	Total 2022 £	Total 2021 £
Donations	3,715	386,627	-	390,342	504,711
	<u>3,715</u>	<u>386,627</u>	<u>-</u>	<u>390,342</u>	<u>504,711</u>

In 2021, £3,799 of the donations received related to unrestricted funds, £500,912 related to restricted funds and £nil related to endowment funds.

The Calne Foundation Trust

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 August 2022

4 INVESTMENT GAINS AND INCOME

	Unrestricted funds 2022 £	Restricted funds 2022 £	Endowment Funds 2022 £	Total 2022 £	Total 2021 £
Dividends received	-	14,371	-	14,371	14,472
Investment gains	-	(86,309)	(2,090)	(88,399)	125,491
Interest received	955	-	-	955	-
	<u>955</u>	<u>(71,938)</u>	<u>(2,090)</u>	<u>(73,073)</u>	<u>139,963</u>

In 2021, £2,949 of investment income received related to endowment funds, £137,014 related to restricted funds and £nil related to unrestricted funds.

5 ANALYSIS OF TOTAL EXPENDITURE

	Direct Costs £	Support Costs £	2022 Total £	2021 Total £
Charitable Activities:				-
Donation to St Mary's School (Calne)	193,663	-	193,663	773,619
Investment fund management fees	-	12,129	12,129	-
Total for Foundation	<u>193,663</u>	<u>12,129</u>	<u>205,792</u>	<u>773,619</u>

Of the above expenditure £8,250 (2021: £6,726) relates to unrestricted funds and £197,542 (2021: £766,893) relates to restricted funds.

St Mary's School (Calne) has agreed to make a donation to pay for governance costs including audit fees, legal and professional and consultancy costs in relation to assisting the Trustees perform their roles under Charity law.

6 INVESTMENT PROPERTY

	2022 £
Valuation at 1 September 2021	-
Additions	<u>302,313</u>
Valuation at 31 August 2022	<u>302,313</u>

Investment property comprises a residential property. The property was purchased on 26 July 2022 for £302,313, which in the opinion of the trustees is the market value as at 31 August 2022.

The Calne Foundation Trust
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 August 2022

7 FIXED ASSET INVESTMENTS

	Total Investment Funds 2022 £
Valuation at 1 September 2021	1,157,608
Additions	387,062
Disposals	(364,097)
(Loss)/Gain on investments	(88,399)
Total investment funds excluding cash	1,092,174
Cash held in portfolio	92,504
Valuations at 31 August 2022	1,184,678

The historic cost of the investments at the year-end was £1,064,089 (2021: £1,010,036).

The Trust's investments are managed by James Hambro and Partners. The investments are held in a portfolio designed to meet the Trustees' investment policy to maintain a reasonable balance between income and capital growth.

The value of the investment portfolio analysed by investment holdings is as follows:

	2022 £	2021 £
Fixed interest	105,376	109,622
UK equities	139,082	142,510
North American equities	385,233	383,345
European equities	66,762	78,459
Japanese equities	20,669	44,882
Asia pacific ex Japan/ EM equities	85,399	113,625
Global equities	58,695	117,173
Alternative investments	165,860	114,689
Commodities	65,098	53,303
	1,092,174	1,157,608

8 DEBTORS

	2022 £	2021 £
Trade debtors	-	450
Amounts owed by group undertakings	-	691
Other debtors	5,197	22,475
Prepayments and accrued income	352,756	342,016
	357,953	365,632

The Calne Foundation Trust
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 August 2022

9 FINANCIAL INSTRUMENTS

	2022 £	2021 £
Carrying amount of financial assets:		
Equity instruments measured at fair value	1,184,678	1,271,309

10 RECONCILIATION OF MOVEMENT IN FUNDS

	Balance at 31 August 2021 £	Incoming resources £	Outgoing resources £	Transfers and gains £	Balance at 31 August 2022 £
Endowment Funds:					
C James Music Prize Fund	9,964	-	-	(2,090)	7,874
	<u>9,964</u>	<u>-</u>	<u>-</u>	<u>(2,090)</u>	<u>7,874</u>
Restricted Funds:					
STEM Centre	23,070	1,500	-	-	24,570
New Bursary Fund	2,092,267	92,940	(35,455)	(84,886)	2,064,866
Armed Forces Fund	151	-	-	-	151
Capital Projects Fund	143,986	213,508	(147,551)	-	209,943
C James Music Prize Fund	4,143	1,469	(1,303)	(1,423)	2,886
Other restricted funds	25,584	77,000	(450)	-	102,134
Events fund	-	14,581	(12,783)	-	1,798
	<u>2,289,201</u>	<u>400,998</u>	<u>(197,542)</u>	<u>(86,309)</u>	<u>2,406,348</u>
Unrestricted Funds:					
General Fund	20,505	4,670	(8,250)	-	16,925
	<u>2,319,670</u>	<u>405,668</u>	<u>(205,792)</u>	<u>(88,399)</u>	<u>2,431,147</u>
TOTALS	<u>2,319,670</u>	<u>405,668</u>	<u>(205,792)</u>	<u>(88,399)</u>	<u>2,431,147</u>

The Calne Foundation Trust

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 August 2022

10 RECONCILIATION OF MOVEMENT IN FUNDS (CONTINUED)

2021 COMPARATIVE FIGURES – MOVEMENT IN FUNDS

	Balance at 31 August 2020 £	Incoming resources £	Outgoing resources £	Transfers and gains £	Balance at 31 August 2021 £
Endowment Funds:					
C James Music Prize Fund	7,015	-	-	2,949	9,964
	<u>7,015</u>	<u>-</u>	<u>-</u>	<u>2,949</u>	<u>9,964</u>
Restricted Funds:					
STEM Centre	22,020	1,050	-	-	23,070
Sports Fund	83	-	(83)	-	-
St Mary's Library Fund	407,676	219,232	(626,908)	-	-
New Bursary Fund	1,858,281	131,926	(18,461)	120,521	2,092,267
Armed Forces Fund	101	50	-	-	151
Capital Projects Fund	52,350	156,597	(64,961)	-	143,986
C James Music Prize Fund	2,613	639	(1,130)	2,021	4,143
Other restricted funds	75,044	5,890	(55,350)	-	25,584
	<u>2,418,168</u>	<u>515,384</u>	<u>(766,893)</u>	<u>122,542</u>	<u>2,289,201</u>
Unrestricted Funds:					
General Fund	23,432	3,799	(6,726)	-	20,505
	<u>2,448,615</u>	<u>519,183</u>	<u>(773,619)</u>	<u>125,491</u>	<u>2,319,670</u>

C James Music Prize Fund

The C James Music Prize Fund is cash to be invested in shares, the income of which will be restricted and used as a contribution towards the cost of prizes awarded.

Unrestricted funds

Unrestricted funds relate to donations and investment income which can be used for the general purpose of the Foundation.

Sports fund

The Sports Fund (previously known as the Sports Hall Fund) relates to donations received for various sport capital projects and is released in line with expenditure.

New Bursary fund

The New Bursary Fund relates to donations for specific bursaries. This year bursaries were paid out for the Matthews Bursary, Music Bursary and the Springboard Bursary.

Armed Forces fund

The Armed Forces Fund relates to donations to support the education of children who have a parent, of any rank, killed or wounded in active service.

Capital Projects fund

The Capital Projects Fund relates to various ongoing school related capital projects. The majority of the income this year is in relation to the Lime Kiln Garden and Early Years Courtyard. Donations were also received for the Art School.

The Calne Foundation Trust

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 August 2022

10 RECONCILIATION OF MOVEMENT IN FUNDS (continued)

Library fund

The Library Fund relates to donations received for the purpose of building a new library and is released in line with valuation reports submitted by the project manager.

STEM Centre fund

The STEM Centre Fund relates to donations received for the purpose of building a new STEM Centre. This is very much in its infancy and expenditure relates to design development.

Other restricted funds

Other restricted funds relate to amounts received to be used for specific purposes.

Events fund

The events fund is used for events held by CFT and usually includes ticket costs.

11 NET ANALYSIS OF ASSETS AND LIABILITIES BETWEEN FUNDS

Fund balances at 31 August 2022 are represented by:

	Fixed asset investments £	Current assets £	Total £
Endowment Funds	7,399	475	7,874
Restricted Funds	1,479,592	926,756	2,406,348
Unrestricted Funds	-	16,925	16,925
	<u>1,486,991</u>	<u>944,156</u>	<u>2,431,147</u>

Fund balances at 31 August 2021 are represented by:

	Fixed asset investments £	Current assets £	Total £
Endowment Funds	9,489	475	9,964
Restricted Funds	1,261,820	1,027,381	2,289,201
Unrestricted Funds	-	20,505	20,505
	<u>1,271,309</u>	<u>1,048,361</u>	<u>2,319,670</u>

12 RELATED PARTY TRANSACTIONS

Key management personnel

No key management personnel received any remuneration in the current or prior year.

Transactions with group undertakings

During the year the Foundation made donations of £144,533 (2021: £773,619) to its parent entity St Mary's School (Calne) and received income of £nil (2021: £522) from St Mary's School (Calne).

At the balance sheet date St Mary's School (Calne) owed the Foundation £nil (2021: £691).

Transactions with related parties

Donations and pledges totalling £390,342 (2021: £504,711) were received in the year, of which £52,290 (2021: £4,933) were made to the Foundation by Trustees and their spouses.

The Calne Foundation Trust

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 August 2022

13 CONTROLLING PARTY

The Foundation has one member, the existing charity, St Mary's School (Calne) a company incorporated and registered in England and Wales. A copy of St Mary's School (Calne)'s group financial statements are available from its registered office at 63 Curzon Street, Calne, Wiltshire, SN11 0DF.

14 RECONCILIATION OF NET EXPENDITURE TO NET CASH INFLOW FROM OPERATIONS

	2022 £	2021 £
Net expenditure	111,477	(128,945)
Adjustments for:		
Investment income	(15,326)	(14,472)
Investment losses/(gains)	88,399	(125,491)
Investment fund management fees	12,129	-
Cash donated to St Mary's School	193,663	773,619
	<u>390,342</u>	<u>504,711</u>
Decrease in debtors	7,679	118,561
	<u>398,021</u>	<u>623,272</u>
Net cash generated by operating activities	<u>398,021</u>	<u>623,272</u>

There are no restrictions on cash or cash equivalents.

15 ANALYSIS OF CHANGES IN NET FUNDS

	1 September 2021 £	Cashflows £	31 August 2022 £
Cash	<u>682,729</u>	<u>(96,526)</u>	<u>586,203</u>