

Company registration number: 08133485

Charity registration number: 1149946

COLEG LLANYMDDYFRI
(A company limited by guarantee
and not having a share capital)

GROUP REPORT OF THE TRUSTEES AND
CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2020

Azets Audit Services
Chartered Accountants & Statutory Auditors
Ty Drew
Lime Tree Court
Cardiff Gate Business Park
Cardiff
CF23 8AB

COLEG LLANYMDDYFRI

Contents

Report of the Trustees	1 – 7
Report of the Governors	8 - 15
Report of the Independent Auditors	16 - 18
Statement of Financial Activities	19 - 20
Balance Sheet	21 - 22
Statement of Cash Flows	23
Notes to the Financial Statements	24 - 50

COLEG LLANYMDDYFRI
GROUP REPORT OF THE TRUSTEES INCORPORATING THE STRATEGIC REPORT
FOR THE YEAR ENDED 31 AUGUST 2020

The trustees present their report and accounts for the year ended 31 August 2019.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's [governing document], the Companies Act 2006 and "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)".

The charity was incorporated on 6 July 2012 and registered with the Charity Commission on 28 November 2012.

STRUCTURE, GOVERNANCE, AND MANAGEMENT

The trustees who served during the year are pleased to report as follows:

The Charity

Coleg Llanymddyfri was formed on the 6 July 2012 as a company limited by guarantee, with charitable objects. The objects of the charity, as amended by written special resolution on 13 August 2012, are:

1. ***The advancement of education by the conduct of Llandovery College or of such other schools in Wales as the trustees shall decide and by other ancillary activities for the benefit of the community.***
2. ***The advancement of education for the provision of instruction in the Welsh Language, Heritage, Culture and Arts.***
3. ***The advancement of religion for the provision of instruction in accordance with the principles and doctrines of the Church in Wales.***

During the year to 31 August 2020 the charity received legacy income and generated income, which has been applied, by donation, to support Llandovery College, and this is likely to continue for the foreseeable future.

During November 2012 the charity became, by decision of the Charity Commission Wales, a registered charity; the charity number is 1149946.

The Llandovery College (Thomas Phillips Foundation) Trust ("the Trust")

The charity was appointed (following a resolution of the former trustees on the morning of 9 July 2012), as corporate trustee of the Trust by virtue of an Order for a Scheme made on the afternoon of 9 July 2012 by the Charity Commission in Wales.

The Trust was established in 1847 by a generous endowment by Thomas Phillips with additional funds provided by several others at the time (including the then Prince of Wales) to fund a College at Llandovery. Many subsequent benefactors have provided the Trust with funds to support Llandovery College by use of donations for revenue purposes or capital purposes.

COLEG LLANYMDDYFRI
GROUP REPORT OF THE TRUSTEES INCORPORATING THE STRATEGIC REPORT
FOR THE YEAR ENDED 31 AUGUST 2020

The Trust has been a registered charity for many years and is a separate and distinct charity, albeit linked (by a linking direction made by the Charity Commission in Wales in 2014) to the charity; the Trust's new charity number is 1149946/1.

The Trust's objects are:-

- 1. *The advancement of education by the conduct of Llandovery College or of such other schools in Wales as the trustees shall decide and by other ancillary activities for the benefit of the community.***
- 2. *The advancement of education for the provision of instruction in the Welsh Language, Heritage, Culture and Arts.***
- 3. *The advancement of religion for the provision of instruction in accordance with the principles and doctrines of the Church in Wales.***

During the year to 31 August 2020 the Trust received legacy income and generated income by lettings of property to Coleg Llanymddyfri (Cymru) which the charity, as corporate trustee, used to provide donations to Llandovery College. In addition the charity, as corporate trustee of the Trust, repaid loans, and other financial instruments to third parties. The charity, as corporate trustee of the Trust, has advanced monies and provided cross charity guarantees to Coleg Llanymddyfri (Cymru) so as to provide the governors of Coleg Llanymddyfri (Cymru) with the financial resources and support, on each and every occasion for future support (support cannot be provided retrospectively), to assist in the operation of Llandovery College.

The charity, nor the trustees as trustees of the charity, have any involvement whatsoever in the running of Llandovery College which is run by Coleg Llanymddyfri (Cymru) with a separate Board of company directors (governors). Notwithstanding the Trustees do receive reports from time to time and are delighted that the governors, through the dedication and effort of the staff at Llandovery College, the support of parents/guardians of pupils at Llandovery College and the hard work/application of the pupils themselves, have ensured that Llandovery College has achieved significant success in recent years in the academic results, the cultural activities and the sporting achievements of pupils.

The prospect of an ongoing success for Llandovery College is something the trustees are certain that Thomas Phillips, and all who have subsequently generously endowed Llandovery College, would be delighted to learn.

The trustees procured an independent valuation of the property owned by the Trust during the year to 31st August 2016, which is reflected in the financial statements.

COLEG LLANYMDDYFRI
GROUP REPORT OF THE TRUSTEES INCORPORATING THE STRATEGIC REPORT
FOR THE YEAR ENDED 31 AUGUST 2020

The trustees have themselves put a value on chattels owned by the Trust – chattels, goods, objects d’art and possession (which include – with limitation – works of art, historic manuscripts/papers/books historic memorabilia, records and papers, historically owned furniture all at the college – save a painting currently held at Christies New York awaiting auction), which figures are reflected in the results below.

The Llandovery College Prize & Scholarship Fund ("the Endowment")

The charity was appointed corporate trustee of The Endowment by resolution of the former trustees on the morning of 9 July 2012. The Endowment is a charity that has been operating for over 50 years and was established to generate funds to provide scholarships for pupils to attend Llandovery College, and to fund prizes to recognise achievements of pupils at Llandovery College.

.By a linking direction (made by the Charity Commission in Wales in 2014) the Endowment is linked, for reporting purposes, to the charity; the Endowment's new registered charity number is 1149946/2.

Coleg Llanymddyfri (Eiddo) Limited

This is a limited liability company established in September 2012 of which the charity is sole shareholder. The charity, nor the trustees as trustees of the charity have any involvement with the operation of the company - which is controlled by a separate board of directors (Jonathan Gravell and William Hopkin Joseph).

The company was established in September 2012 for the specific purpose of ring fencing properties acquired. The properties are licensed to Coleg Llanymddyfri (Cymru).

The directors obtained an independent valuation of the company’s property assets in the year to 31st August 2016, which is reflected in the results below.

Coleg Llanymddyfri (Menter) Limited

This is a limited liability company established in September 2012 of which the charity is sole shareholder. The charity, nor the trustees as trustees of the charity, have any involvement in the running of the company, which is controlled by its directors. The company carries out non charitable trading at Llandovery College. The trustees are grateful to the directors of the company for the financial results achieved, which, via a donation to the charity, will in turn provide support to Llandovery College.

COLEG LLANYMDDYFRI
GROUP REPORT OF THE TRUSTEES INCORPORATING THE STRATEGIC REPORT
FOR THE YEAR ENDED 31 AUGUST 2020

Llandovery College Nursery School Limited

This is a limited liability company established in November 2013 of which the charity is sole member. The company was specifically established to operate a new nursery school at Llandovery College. Any surplus the company makes is made available by the directors to the charity to support Coleg Llanymddyfri (Cymru). The charity, nor the trustees as trustees of the charity, have any involvement in the running of the company. The trustees are grateful to the directors of the company for the financial results achieved, which provides support to Llandovery College.

Coleg Llanymddyfri (Cymru)

Coleg Llanymddyfri (Cymru) was established in July 2012 as a company limited by guarantee with charitable objects. The charity is the sole Member of Coleg Llanymddyfri (Cymru), but neither the charity nor the trustees of the charity play any role whatsoever in the operation of Coleg Llanymddyfri (Cymru) which is controlled by a separate board of directors (governors). The trustees do from time to time receive updates from the governors.

The Objects of Coleg Llanymddyfri (Cymru) are

- 1. *The advancement of education by the conduct of Llandovery College or of such other schools in Wales as the trustees shall decide and by other ancillary activities for the benefit of the community.***
- 2. *The advancement of education for the provision of instruction in the Welsh Language, Heritage, Culture and Arts.***
- 3. *The advancement of religion for the provision of instruction in accordance with the principles and doctrines of the Church in Wales.***

Coleg Llanymddyfri (Cymru), a separate and distinct charity, was entered onto the Register of Charities by the Charity Commission in Wales in September 2012. By a Linking Direction (made by the Charity Commission in Wales in 2014) Coleg Llanymddyfri (Cymru) is linked, for charity reporting purposes, to the charity. Registered charity number of Coleg Llanymddyfri (Cymru) is now 1149946/3.

A full report by the governors is set out below.

The trustees have every confidence that the new Board of Governors, under the leadership of Mr. Michael Morgan will ensure the continued success of Llandovery College. Their very considerable achievements to date are more fully set out in the governor's report below.

COLEG LLANYMDDYFRI
GROUP REPORT OF THE TRUSTEES INCORPORATING THE STRATEGIC REPORT
FOR THE YEAR ENDED 31 AUGUST 2020

The trustees wish to place on record their grateful thanks to Mr. Michael Morgan and all of the governors, and through them to the Warden and Staff and all who have assisted in the running of the College, for the tremendous achievements made. The Trustees have every confidence that Mr Michael Morgan and the current Board of Governors (all of whom served during the year to 31st August 2020) will continue the good progress.

Public benefit

We have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing our aims and objectives and in planning our future activities. All of our charitable activities are undertaken to further our charitable purposes for the public benefit. For further details on the public benefit delivered by the College please refer to the Governors report.

Investment policy

The trustees review the investment policy on an annual basis, and in the short term any surplus generated will be kept as liquid as possible to aid cash flow.

Reserves policy

The trustees recognise the need to hold reserves to help run the principal objects of the group, should funding fall. The trustees are working towards obtaining sufficient free reserves over the next few years to enable this. The success of the governors of Coleg Llanymddyfri (Cymru) in achieving very much better financial results, and the Directors of Coleg Llanymddyfri (Menter) Limited in achieving trading surpluses, will assist achieving these objectives.

During the past two academic years the charity has benefited from substantial legacy income from two Old Llandovarians. The generous support of these individuals will ensure the College remains resilient during a challenging financial climate for the College and the wider sector.

The trustees wish to place on record their thanks for the continued support of the Old Llandovarian network, past, present and future.

Risk Management

The trustees have reviewed the risks to which the charity and the group are exposed and consider there are sufficient procedures in place to mitigate those risks.

The inter-company financial exposure is limited by the charity, in its capacity as corporate trustee of the Trust on a group basis at 31 August 2020 was £1.95m (2019: £1.1m).

Key Management Personnel

The trustees of Coleg Llanymddyfri, the charity, are the key management personnel of the charity in charge of directing and controlling, running and operating the charity.

All trustees give their time freely and no trustee received remuneration in the year. Details of trustees' expenses, key management personnel pay and related party transactions are disclosed in notes to the accounts.

COLEG LLANYMDDYFRI
GROUP REPORT OF THE TRUSTEES INCORPORATING THE STRATEGIC REPORT
FOR THE YEAR ENDED 31 AUGUST 2020

Key Management Personnel of other companies within the group are referred to in the reports below of the governors of Coleg Llanymddyfri (Cymru) and directors of Coleg Llanymddyfri (Menter) Limited.

RESPONSIBILITIES OF THE BOARD OF TRUSTEES

The trustees (who are also directors of Coleg Llanymddyfri for the purposes of company law) are responsible for preparing the Trustees' Report (incorporating the strategic report and directors' report) and the financial statements in accordance with 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).

Company law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charitable company and the group and of the income and expenditure, of the charitable company and the group for that period. 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 judgments 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, and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

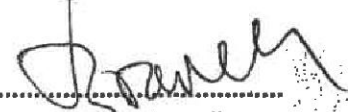
The trustees are responsible for maintaining proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding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

In so far as the trustees are aware:

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

The trustees are responsible for the maintenance and integrity of the corporate and financial information included on the charitable company's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Approved by the Board of Governors on.....
and signed on behalf of the Board


.....
Mr Jonathan Gravell – Trustee

Date 31-8-2021

COLEG LLANYMDDYFRI
GROUP REPORT OF THE TRUSTEES INCORPORATING THE STRATEGIC REPORT
FOR THE YEAR ENDED 31 AUGUST 2020

REFERENCE AND ADMINISTRATIVE DETAILS

Charity name	Coleg Llanymddyfri	
Company registration number	08133485	
Charity registration number	1149946	
	Linked charities:-	
	1149946-1 – Llandovery College (Thomas Phillips Foundation) Trust	
	1149946-3 – Llandovery College Prize & Scholarship Fund	
	1149946-2 – Coleg Llanymddyfri (Cymru)	
Registered office	The Bursary Llandovery College Queensway Llandovery Carmarthenshire SA20 0EE	
Directors/trustees	Mr J T Gravell Mr D R Rees-Evans Mrs R E Williams Mr D H Jones Mr G Stroud	
Company Secretary	Mr J T Gravell	
Principal bankers	NatWest Bank Llandovery Branch 59 Rhosmaen Street Llandeilo Dyfed SA19 6HB	
Auditors	Azets Audit Services Chartered Accountants & Statutory Auditors Ty Drew Lime Tree Court Cardiff Gate Business Park Cardiff CF23 8AB	
Legal advisors	Stone King 13 Queen Square Bath BA1 2HJ	Morgan LaRoche Bay House Tawe Business Village Swansea Enterprise Park Swansea West Glamorgan SA7 9LA

COLEG LLANYMDDYFRI (CYMRU)
REPORT OF THE GOVERNORS
FOR THE YEAR ENDED 31 AUGUST 2020

Coleg Llanymddyfri (Cymru) trading as both Coleg Llanymddyfri and Llandovery College presents the Annual Report for the year ended 31 August 2020.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's governing document, the Companies Act 2006 and "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)".

To properly understand the relationship between this company and other charities at Llandovery College, please refer to the consolidated financial statements of Coleg Llanymddyfri, company number 08133485.

OBJECTS, AIMS AND ACTIVITIES

The objects of the charity are:

- 1. *The advancement of education by the conduct of Llandovery College or of such other schools in Wales as the trustees shall decide and by other ancillary activities for the benefit of the community.***
- 2. *The advancement of education for the provision of instruction in the Welsh Language, Heritage, Culture and Arts.***
- 3. *The advancement of religion for the provision of instruction in accordance with the principles and doctrines of the Church in Wales.***

Public Benefit

The Governors have complied with the duty in Section 4 of the Charities Act 2011 to have due regard to the public benefit guidance published by the Charities Commission.

Specifically, the College continues to offer a wide array of fee assistance to families from a wide range of backgrounds. Fee assistance includes scholarships which reward the potential of the pupil and bursaries which reflect the financial circumstances of the family home. All bursaries are strictly means tested to ensure they are awarded to those with the greatest financial need. The Colleges concession rate for the year is reported at 33.5% (2019: 31.4%).

In addition to the above the College continues to develop close links with its surrounding Communities and Local Authorities. Such links include but are not limited to

- The further development of its offering to Looked After Children.
- Ongoing membership of the Local Sports Association for the town of Llandovery.

ACHIEVEMENTS AND PERFORMANCE

Llandovery College seeks to provide a truly transforming experience in which intellectual, artistic, sporting, spiritual and social development is at the heart. Llandoveryans and their parents join a caring community that recognises and nurtures the innate ability in every individual. The College aims to produce grounded young men and women capable of tackling life's challenges with confidence, determination and cheerfulness.

**REPORT OF THE GOVERNORS
COLEG LLANYMDDYFRI (CYMRU)
FOR THE YEAR ENDED 31 AUGUST 2020**

A Llandovery education stands apart in the values and attitudes of its young men and women. Compassion, tolerance, kindness, integrity, generosity of spirit and a commitment to service over self, underpin a dedication to academic excellence. Llandoveryans are nurtured by a sensitive rigour in which they are expected to take the risk of being more than what they may think they are, to pick themselves, and others, up when things do not go their way and in so doing to learn the true nature, joy and responsibility of success. Preparing our pupils to take their places in a challenging and rapidly evolving world with confidence and courage and gifting them the skills, in the words of John Donne, to be 'involved in Mankind' is our duty.

Gwell Dysg Na Golud – Our Education is Our Wealth

Academic Roll

	Aug 2020	Aug 2019
Total on Roll	231	260
Senior	155	211
Prep	76	49
Boarders	92	115
Day	139	145

Staffing

The College now has a more sustainable ratio of pupil to full-time academic teaching staff.

Year	Pupil to FT teacher ratio
2019-20	5.6 : 1
2018-19	7.4 : 1

Development of staff is a priority and retention of quality staff is much improved.

Staff Development

- Detailed work on creating a sustainable staffing structure that supports the delivery of a high-quality education within the wider strategic vision
- Clear and updated job specifications to develop leadership and management roles
- Programme of in-house training and wider use of professional bodies for training e.g. ACAS, Society of Heads, BSA
- Staff encouraged to attend courses by examination bodies
- New Literacy and Numeracy Working Groups
- Sustainability and Forest School training

Teaching & Learning

The core objective of College development continues to be the improvement of teaching & learning, to raise standards, to promote independent learning, to develop a whole school and inclusive Learning Support programme and to stretch the most able.

Academic objectives formed the core of the Development Plan 2012-17 with many set goals achieved. New objectives concluded through self-evaluation and surveys have been incorporated into a 5 year strategy 2017-2021 that includes detailed resource consideration informed by forecasting and business need review.

**REPORT OF THE GOVERNORS
COLEG LLANYMDDYFRI (CYMRU)
FOR THE YEAR ENDED 31 AUGUST 2020**

The SDP has been reviewed annually and Governors informed of on-going progress at each and every Sub Committee meeting. To date over 50% of the SDP has been achieved already.

Academic Results – cumulative % of grades

GCSE RESULTS A LEVEL RESULTS

A*/A % = 43% (24%)

A*/C % = 92% (77%)

Our GCSE results continue to surpass the Welsh average, with 80% of pupils gaining the Level 2 threshold including English and Mathematics, compared with 53.6% nationally.

At A Level

A*/A % = 50% (30%)

A*/B % = 63% (50%)

A*/C % = 80% (76%)

The above grades are extremely pleasing following a real focus by the SLT on Teaching and Learning throughout the year, as well as focussed monitoring by the new Academic Management Committee.

Inspiring Futures

A new programme designed to develop university and careers advice, work experience opportunities, professionally led workshops and seminars, with appropriate inclusion of our older Prep School pupils, was developed in the year to 31 August 2016.

This year's Inspiring Futures programme events designed to inspire and develop essential life skills. Prep and Senior School pupils have taken part in the wide range of career-focused activities designed to 'open doors'. We have welcomed guest experts this term, with a focus on STEM areas (Science, Technology, Engineering and Mathematics) primarily in response to woeful under representation of women in STEM industries.

Nursery School

The Nursery was established during the year to 31 August 2016. The Nursery is CIW registered for a maximum of 78 children. We have highly qualified staff – all trained in Paediatric First Aid, Safeguarding and Welfare of Children.

Fully inclusive specialist training is undertaken as and when required. The Nursery School is a member of the Wales Pre School Playgroups Association and has signed up to their Quality Assurance Scheme 'Quality for All'. Excellent CIW report in October 2017 (published November 2017).

Co-Curricular Activity

Sport and wider enrichment opportunities remain of central importance in the life of the College and the education of our pupils. The College is fully committed to providing opportunity, development and enjoyment for all across the sporting and non-sporting co-curricular Programme and this commitment is in our DNA.

Incredible partnerships have been created with three professional Rugby Regions which have enhanced the quality of coaching throughout the school and widened future playing opportunities for the senior boys.

Unfortunately, a senior tour to S Africa and a 7s trip to the USA had to be cancelled due to CV19 concerns.

Cricket has been relaunched at the College with a plan for the summer of 2021 to begin regular fixtures.

**REPORT OF THE GOVERNORS
COLEG LLANYMDDYFRI (CYMRU)
FOR THE YEAR ENDED 31 AUGUST 2020**

Prep School (up to year 6) play a limited fixture list. The MAT girls are often invited to play for the U13 netball and hockey teams. A number of prep school sports festival days take place throughout the academic year involving local schools. The festivals are led by the BTEC Sport Science Pupils and are always a huge success. The College hosts the Urdd Primary School Netball Tournament.

Teams in Major Sports

Sport 1st 2nd U16 U15A U15B U13A U13B

Rugby * * * * *

Hockey * * *

Netball * * * * *

Cricket * * *

Football Year 9 upwards combined team

Notable achievements

- Many pupils involved in regional rugby across Wales
- International rugby honours for pupils at U18 and U20 age grade rugby; including a female in the Wales Emerging Squad
- Strong development of girls' rugby; Llandovery College were the highest placed Welsh team in the U18 Girls competition reaching the Quarter Finals at Rosslyn Park 2019
- 4 teams at Rosslyn Park Sevens
- National level success in athletics with Llandovery well represented at the Welsh Schools Athletics Championships despite the event being held the day the Canada tour returned
- A developing fixture list in football
- Outstanding individual performances in cross country
- International honours in shooting and show jumping

Pupils at Llandovery College take a keen interest in their own health and fitness and willingly participate in physical activity at least 3 times a week; the vast majority do a lot more meeting the government guidelines of 5 x 60 minutes worth of activity per week.

The inclusive and accessible co-curricular programme offers opportunity in a wide variety of activities in Music, Art, Drama, Debating, Sustainability, Orienteering and Enterprise.

The CCF continues to play a remarkable role in offering opportunities for leadership and skill development. Pupils compete with much success in the various climbing, shooting and the very challenging Cambrian Patrol event.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing Document

Coleg Llanymddyfri (Cymru) is a registered charity. It was entered on the Register of Charities on 5 September 2012.

Coleg Llanymddyfri (Cymru) is a registered company limited by guarantee. The Articles of Association is the governing document of the charity.

**REPORT OF THE GOVERNORS
COLEG LLANYMDDYFRI (CYMRU)
FOR THE YEAR ENDED 31 AUGUST 2020**

Governing Bodies

The College is managed by a Board of Governors. Those serving in the year ending 31 August 2019 are:

Mr M Morgan - Chairman
Mr M Rattenbury - Vice Chairman
Mr M Paul
Mr J Davies
Mr H Ormson
Mr D Creese
Mrs Karen Towns (Associate Governor)
Mr Gareth Price (Associate Governor)

Recruitment and Training of Governors

The Articles of Association specify that there will be a minimum of two with no maximum number of Governors. At each Annual General Meeting one third will retire but may be reappointed. No Governor can serve more than three terms of office, each no longer than three years.

Prospective Governors are initially reviewed by the Remuneration & Governance sub-committee and presented to the Board for election. Each Governor is given guidelines on the roles and responsibilities of being a Governor.

Management

The Governors delegate the management of the College to the Warden. The Board of Governors also operate several sub-committees consisting of Governors with specific responsibilities for Finance, Education, Estates and Remuneration & Governance. The Warden works closely with the Board of Governors and has a senior team to assist in the operational management of the College.

Group Structure and Relationships

Coleg Llanymddyfri (Cymru) is established as a company limited by guarantee. Its sole member is Coleg Llanymddyfri being the charity (in its capacity as corporate trustee of the Trust) holding the assets of the College. These assets are leased to Coleg Llanymddyfri (Cymru) which is responsible for the operation of the College. Coleg Llanymddyfri (Menter) Ltd, a company limited by shares, is the commercial arm of the College responsible for the operation of the College shop, functions and the Legends Gymnasium. Coleg Llanymddyfri is the sole shareholder of this company. Coleg Llanymddyfri (Eiddo) is a company solely established for the ownership of a small parcel of land adjacent to the College playing fields; this is a company limited by shares with Coleg Llanymddyfri as the sole shareholder.

Principle Risks and Uncertainties

The Governors consider economic circumstances and affordability as the main risks facing the School. The College, the independent sector as a whole and of course all businesses face considerable challenges in the current economic climate. The Governors are aware that these challenges impact disproportionately on families that decide to embrace independent education, and at no time more than now do we need to offer value for money. Whilst fees have remained stable for some years, inflationary pressures demand close attention to this main source of income.

The College still represents good value and careful management of its fee base, balanced against tightly controlled costs, mitigates against general financial risk.

**REPORT OF THE GOVERNORS
COLEG LLANYMDDYFRI (CYMRU)
FOR THE YEAR ENDED 31 AUGUST 2020**

Health & Safety is a main area of operational risk. Trips and excursions are well-monitored and all risk assessment is thorough. Fire safety is to be maintained against a rolling programme of refurbishment and training that began in March 2017. Consideration of Health & Safety risk has, since April 2017, been delegated to a H&S Officer who will monitor progress through externally provided audits and ensure programmes of compliance are in place and executed in a timely and cost-effective manner.

The generic systems in place to minimise risk include:

- Thorough budgeting and planning
- Clear management structure and lines of reporting
- Comprehensive policy reviews
- Safeguarding training and vetting procedures

FINANCIAL REVIEW

Financial Results

	2020	2019
Academic Roll	231	260
Average Net Fee Income	13,242	13,946
Recurring EBITDA*	-301,475	-354,966

**Cash earnings before interest, tax, depreciation and amortisation and excluding non-recurring legacy income.*

The College's financial performance continues to remain stable despite a challenging sector and broader economic climate. This volatility is a reflection of the economic pressures faced by the parent body served across the sector. The management team and the board remain committed to stringent control of costs to ensure the College remains resilient during a challenging time for the sector.

The average net fee per student reduced slightly in the 2019-20 academic year whilst fees have remained in line with prior year rates supported by an underlying growth in the 6th form roll.

The College has received financial support through the parent charity and is operating within the financial objectives (to achieve a surplus) set out by the trustees of Coleg Llanymddyfri. The significant legacy received from a long time College supporter will change the infrastructure and prospects of all who work and attend the College.

The College's financial performance continues to remain stable despite a challenging sector and broader economic climate. This volatility is a reflection of the economic pressures faced by the parent body served across the sector. The management team and the board remain committed to stringent control of costs to ensure the College remains resilient during a challenging time for the sector.

Investment Policy

The Governors review the investment policy on an annual basis, and in the short term any surpluses generated will be kept as liquid as possible to aid cashflow.

**REPORT OF THE GOVERNORS
COLEG LLANYMDDYFRI (CYMRU)
FOR THE YEAR ENDED 31 AUGUST 2020**

Reserves policy

The governors recognise the need to hold reserves to help run the principal objects of the group, should funding fall. Financial controls and monitoring that have been put in place will enable the charity to build reserves for the future. The governors have reviewed the circumstances of the charity and the group and consider that adequate resources will be available to fund the activities for the foreseeable future. The governors are of the view that the charity is a going concern.

Key Management Personnel

The governors and the senior management team, led by the Warden of Coleg Llanymddyfri (Cymru), are the key management personnel of the charity in charge of directing and controlling, running and operating the charity.

All governors give their time freely and no governor received remuneration in the year. Details of governor's expenses, key management personnel and related party transactions are disclosed in the notes to the accounts.

Senior management pay and staff pay is set by the board of governors and is reviewed in line with other independent schools in the area.

Looking Ahead

An impressive breadth of curriculum as well as the development of vocational courses, improving academic results and remarkable co-curricular opportunities stands the College in excellent stead. The growth and development of the Nursey is an integral part of the success of our College and feeds our early years of Prep school which supports our growth plans. Offering an after-school club will also cement our connections with local schools and families. A reorganisation of House structure has improved pastoral care at all levels and is providing meaningful House competition to strengthen loyalty and a strong sense of belonging. Parents remain hugely supportive of the College, its ethos and provision. The College therefore continues to offer one of the most diverse and fulfilling school programmes in the UK.

Covid-19 statement

Following the order to close Llandovery on 23rd March 2020, the College responded immediately to ensure the continuity of education for all its pupils. College pupils were taught each and every lesson throughout the Trinity term, including Learning support and Co-Curricular sessions.

As a result, the College was able to ensure fee income for the Trinity term was collected. The main challenge was collecting Boarding fees from its Boarding parents when obviously they were being educated from home.

Thankfully, following our positive zoom teaching and constant communications, the College managed to collect a high percentage of fees, giving rebates where requested for elements such as food costs, etc.

The Warden utilised the Furlough scheme where possible to cut costs, but teachers were not included in the scheme due to being needed to teach. The Government Business Interruption Loans were taken advantage of to help us through this difficult period.

In planning for the September 2020 reopening, the College reduced its boarding capacity and carried out a high-level Risk Assessment of all areas for it to be able to safely open.

Numbers are above forecasted figures at the time of writing, and part of this has been the attraction of a smaller school rather than larger Colleges in the local area.

**REPORT OF THE GOVERNORS
COLEG LLANYMDDYFRI (CYMRU)
FOR THE YEAR ENDED 31 AUGUST 2020**

The College reopened in September 2020 fully for all pupils. Numerous Covid-19 precautions were put in place including year group hubs, temperature scanners, enhanced cleaning throughout the day etc.


Risk assessments were continually reviewed alongside Welsh Govt guidance which changed on a regular basis.

The College moved to online teaching for the Lent term, following yet another lockdown, however, the boarding houses remained open which allowed approximately 50% of the boarding community to return safely.

Once again parents were outstanding in supporting the College throughout this period.

The College utilizes the Furlough scheme for various staff and this has been ongoing throughout 2020/21.

Numbers for 2019/20 were impacted due to having to limit boarding numbers, however, they grew slowly throughout the year.


.....
Michael Morgan – Trustee/Governor

**REPORT OF THE INDEPENDENT AUDITORS
TO THE MEMBERS OF COLEG LLANYMDDYFRI**

Opinion

We have audited the financial statements of Coleg Llanymddyfri (the “parent charity”) for the year ended 31 August 2020 which comprise the consolidated and parent charity Statement of Financial Activities, the consolidated and parent charity Balance Sheet, the consolidated 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).

This report is made solely to the Charity’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 Charity’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 Charity’s members as a body, for our audit work, for this report, or for the opinions we have formed.

In our opinion, the financial statements:

- give a true and fair view of the state of the group and parent charity’s affairs as at 31 August 2020 and of the group and parent charity income and expenditure for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- 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 group and parent charity 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 trustees’ use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the group and charity’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.

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF COLEG LLANYMDDYFRI

Other information

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

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

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 trustees' report (incorporating the strategic report and the directors' report) for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the trustees' report (incorporating the strategic report and the directors' report) have 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 Charity and its environment obtained in the course of the audit, we have not identified material misstatements in the Trustees' Annual Report including the Strategic Report.

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;
- the financial statements are not in agreement with the accounting records and returns;
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not obtained all the information and explanations necessary for the purposes of our audit.

Responsibilities of the trustees

As explained more fully in the trustees' responsibilities statement set out on page 7, the trustees 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 they 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 group and parent charity'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 Charity or to cease operations, or have no realistic alternative but to do so.

**REPORT OF THE INDEPENDENT AUDITORS
TO THE MEMBERS OF COLEG LLANYMDDYFRI**

Our responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue 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.

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 auditor's report.



Sarah Case FCA DChA
Senior Statutory Auditor
For and on behalf of Azets Audit Services

Chartered Accountants & Statutory Auditors
Ty Derw
Lime Tree Court
Cardiff Gate Business Park
Cardiff
CF23 8AB

Date.....31-8-2021.....

Azets Audit Services is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006.

COLEG LLANYMDDYFRI
STATEMENT OF FINANCIAL ACTIVITIES – GROUP
(Incorporating the INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 AUGUST 2020

	Note	Unrestricted funds £	Restricted funds £	Total funds 2020 £	Total funds 2019 £
Income and endowments from:					
Donations and legacies	3	59,563	169,777	229,340	1,150,552
Charitable activities	4	3,079,035	-	3,079,035	3,932,660
Investments	5	218	-	218	(1,427)
Trading company income	12	133,179	-	133,179	280,617
Total income and endowments		3,271,995	169,777	3,441,772	5,362,402
Expenditure on:					
Charitable activities	6	3,766,793	169,777	3,936,570	4,951,025
Total expenditure		3,766,793	169,777	3,936,570	4,951,025
Net income/(expenditure)	10	(494,798)	-	(494,798)	411,377
Reconciliation of Funds					
Total funds brought forward	22,23	5,737,718	-	5,737,718	5,326,341
Total funds carried forward	24	5,242,920	-	5,242,920	5,737,718

The Statement of Financial Activities includes all gains and losses recognised in the year.
All incoming resources expended derive from continuing activities.

The notes on pages 24 to 50 form part of the financial statements

COLEG LLANYMDDYFRI
STATEMENT OF FINANCIAL ACTIVITIES – CHARITY ONLY
(Incorporating the INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 AUGUST 2020

	Note	Unrestricted funds £	Restricted funds £	Total funds 2020 £	Total funds 2019 £
Income and endowments from:					
Donations and legacies	3	-	-	-	1,066,338
Charitable activities	4	<u>12,000</u>	-	<u>12,000</u>	<u>12,000</u>
Total income and endowments		<u>12,000</u>	-	<u>12,000</u>	<u>1,078,338</u>
Expenditure on:					
Charitable activities	6	<u>112,000</u>	-	<u>112,000</u>	<u>495,279</u>
Total expenditure		<u>112,000</u>	-	<u>112,000</u>	<u>495,279</u>
Net movement in funds		(100,000)	-	(100,000)	583,059
Reconciliation of Funds					
Total funds brought forward	22	<u>962,430</u>	-	<u>962,430</u>	<u>379,371</u>
Total funds carried forward	24	<u>862,430</u>	-	<u>862,430</u>	<u>962,430</u>

The Statement of Financial Activities includes all gains and losses recognised in the year.
All incoming resources expended derive from continuing activities.

The notes on pages 24 to 50 form part of the financial statements

**COLEG LLANYMDDYFRI
BALANCE SHEET – GROUP
AS AT 31 AUGUST 2020**

		2020		2019	
	Note	£	£	£	£
Fixed assets:					
Tangible assets	11		5,999,795		5,994,538
Investments	12		<u>3,907</u>		<u>3,905</u>
			6,003,702		5,998,443
Current assets:					
Stock	13	48,869		57,071	
Debtors	14	487,538		274,433	
Cash at bank and in hand	15	<u>915,593</u>		<u>1,271,883</u>	
		1,452,000		1,603,387	
Liabilities:					
Creditors: Amounts falling due within one year	16	<u>(1,855,420)</u>		<u>(1,775,213)</u>	
Net current liabilities			<u>(403,420)</u>		<u>(171,826)</u>
Total assets less current liabilities			<u>5,600,282</u>		<u>5,826,617</u>
Creditors: Amounts falling due after more than one year	17		<u>(357,362)</u>		<u>(88,899)</u>
Net assets	24		<u>5,242,920</u>		<u>5,737,718</u>
The funds of the charity:					
Unrestricted income funds					
General reserves	22		<u>5,242,920</u>		<u>5,737,718</u>
Total charity funds	24		<u>5,242,920</u>		<u>5,737,718</u>

These financial statements were approved by the Board of Directors/Trustees on 31-8-2021

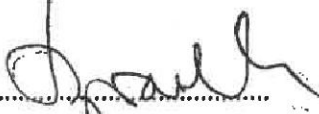

.....
Mr Jonathan Gravell - Trustee

The notes on pages 24 to 50 form part of the financial statements

**COLEG LLANYMDDYFRI
BALANCE SHEET – CHARITY ONLY
AS AT 31 AUGUST 2020**

		2020		2019	
	Note	£	£	£	£
Fixed assets:					
Investments	12		2		2
Current assets:					
Debtors	14	841,860		441,860	
Cash at bank and in hand	15	20,575		520,574	
		<u>862,435</u>		<u>962,434</u>	
Liabilities:					
Creditors: Amounts falling due within one year	16	(7)		(6)	
Net current assets			862,428		962,428
Net assets	24		<u>862,430</u>		<u>962,430</u>
The funds of the charity:					
Unrestricted income funds	22		<u>862,430</u>		<u>962,430</u>
Total charity funds	24		<u>862,430</u>		<u>962,430</u>

These financial statements were approved by the Board of Directors/Trustees on 31-8-2021


Mr Jonathan Gravell - Trustee

The notes on pages 24 to 50 form part of the financial statements

COLEG LLANYMDDYFRI
CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 AUGUST 2020

	Note	2020 £	2019 £
Net cash provided by operating activities	30	<u>(602,407)</u>	<u>1,010,576</u>
<i>Cash flows from investing activities:</i>			
Dividends, interest and rents from investments		218	(1,427)
Purchase of property plant and equipment		<u>(95,059)</u>	<u>(203,966)</u>
Net cash used in investing activities		<u>(94,841)</u>	<u>(205,393)</u>
<i>Cash flows from financing activities:</i>			
Repayments of borrowing		(9,042)	(305,280)
Cash inflows from new borrowing		<u>350,000</u>	<u>-</u>
Net cash provided by (used in) financing activities		<u>340,958</u>	<u>(305,280)</u>
Change in cash and cash equivalents in the reporting period		(356,290)	499,903
Cash and cash equivalents at the beginning of the reporting period		1,271,883	771,979
Cash and cash equivalents at the end of the reporting period	30	<u>915,593</u>	<u>1,271,883</u>

The notes on pages 24 to 50 form part of the financial statements

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

1. GROUP ACCOUNTING POLICIES

Coleg Llanymddyfri is a private company limited by guarantee incorporated in England and Wales. The registered office is Coleg Llanymddyfri, Queensway, Llandovery, Carmarthenshire, UK, SA20 0EE.

Accounting convention

The financial statements have been prepared in accordance with the charity's governing document, the Companies Act 2006 and "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)". The charity is a Public Benefit Entity as defined by FRS 102.

Coleg Llanymddyfri meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value and modified to include the revaluation of freehold property, land and works of art.

The accounts are prepared in sterling, which is the functional currency of the charity.

Basis of consolidation

The financial statements represent the consolidated financial position of the group. This comprises Coleg Llanymddyfri, Coleg Llanymddyfri (Cymru), Llandovery College (Thomas Phillips Foundation) Trust, Llandovery College Prize & Scholarship Fund, Llandovery College Nursery School Limited, Coleg Llanymddyfri (Menter) Limited, and Coleg Llanymddyfri (Eiddo) Limited. The group financial statements are consolidated on a line-by-line basis and cover the consolidated financial position and transactions of all companies controlled by the charity from the date of acquisition. All intra group transactions are eliminated on consolidation.

Rounding

Figures contained in the financial statements have been rounded to the nearest pound.

Presentation of the accounts on a going concern basis

The charity reported a net outflow of £100,000 for the year and the group reported a net deficit for the year of £494,798 on unrestricted activities and the group's balance sheet shows net current liabilities of £403,420.

The implications of Covid-19 pandemic are still unclear and it is therefore difficult to evaluate the likely effect on the charity's activities and the wider economy. The trustees assessment at the date of approval of the accounts is that the virus does not create a material uncertainty related to going concern.

It is believed that based on the college's continuing focus on increasing pupil numbers and also focus on improving financial performance, the trustees consider that the group has sufficient assets to support its operations for the foreseeable future.

The trustees are also in the process of selling a substantial asset of the charity which is no longer used by the charity. The trustees have also been advised of a significant donation which is due to be received in the near future.

The trustees are of the view that that on this basis the group is a going concern and there are no material uncertainties about the group's ability to continue as a going concern.

**COLEG LLANYMDDYFRI
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2020**

1. GROUP ACCOUNTING POLICIES (continued)

Taxation

As a registered charity, Coleg Llanymddyfri is entitled to the exemption from taxation in respect of income and capital gains received with sections 478-489 of the Corporation Tax Act 2010 and section 256 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects purposes only.

Recognition of income

Income is included in the Statement of Financial Activities (SoFA) when:

- the charity or its subsidiary have entitlement to the funds;
- any performance conditions attached to the item(s) of income have been met or are fully within the control of the charity or its subsidiary;
- there is sufficient certainty that receipt of the income is considered probable; and
- the amount can be measured reliably.

Grants and donations

Grants and donations are only included in the SoFA when the general income recognition criteria are met (5.10 to 5.12 FRS 102 SORP).

Government grants

The group has received government grants in the prior reporting periods.

Legacies

Legacies are included in the SOFA when receipt is probable, that is, when there has been grant of probate, the executors have established that there are sufficient assets in the estate and any conditions attached to the legacy are either within the control of the charity/group or have been met.

Donations

Donations, are recognised when the charity/group 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/group is entitled to the funds, the income is deferred and not recognised until either those conditions are fully met, or the fulfilment of those conditions is wholly within the control of the charity/group and it is probable that those conditions will be fulfilled in the reporting period.

Donated goods

Goods donated for on-going use by the charity/group are recognised as tangible fixed assets and included in the SoFA as incoming resources when receivable.

Income from interest, royalties and dividends

This is included in the accounts when receipt is probable and the amount receivable can be measured reliably.

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

1. GROUP ACCOUNTING POLICIES (CONTINUED)

Expenditure Recognition and Irrecoverable VAT

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably. Expenditure is classified under the following activity headings:

Expenditure on charitable activities includes all costs relating to the furtherance of the charity's/group's objectives as stated in the trustees and governors report and their associated support costs.

Irrecoverable VAT is charged as a cost against the activity for which the expenditure was incurred.

Support costs

The charity has incurred expenditure on support costs.

Governance and support costs

Support costs have been allocated between governance costs and other support. Governance costs comprise all costs involving public accountability of the charity and its compliance with regulation and good practice.

Redundancy cost and termination payments

The charity/group recognises termination benefits as a liability and an expense only when the entity is demonstrably committed either to terminate the employment of an employee or group of employees before the normal retirement date or to provide termination benefits as a result of an offer made in order to encourage voluntary redundancy.

Employee Benefits

The costs of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Offsetting

There has been no offsetting of assets and liabilities, or income and expenses, unless required or permitted by the FRS 102 SORP or FRS 102.

Tangible fixed assets for use by charity

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Property	- not depreciated and revalued by trustees on an annual basis
Property improvements	- 2 % straight line
Sports facilities	- 20 % straight line
Motor vehicles	- 20 % straight line
Fixtures and fittings	- 20 % straight line
Works of art	- not depreciated and are reviewed annually for impairment

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

1. GROUP ACCOUNTING POLICIES (CONTINUED)

Fixed assets are stated at cost less accumulated depreciation. Assets costing less than £500 are not capitalised. The gain or loss arising on disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset and is recognised in net income/expenditure for the year.

Impairment of fixed assets

At each reporting end date, the charity reviews the carrying amounts of its tangible fixed assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

Stocks and work in progress

Stocks held for sale as part of non-charitable trade are measured at the lower of cost or net realisable value.

Debtors

Debtors (including trade debtors and loans receivable) are measured on initial recognition at settlement amount after any trade discounts or amount advanced by the charity. Subsequently, they are measured at the cash or other consideration expected to be received.

Cash at Bank

Cash at bank and cash in hand includes cash and short term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

Liability recognition

Liabilities are recognised where it is more likely than not that there is a legal or constructive obligation committing the charity to pay out resources and the amount of the obligation can be measured with reasonable certainty.

Provisions for liabilities

A liability is measured on recognition at its historical cost and then subsequently measured at the best estimate of the amount required to settle the obligation at the reporting date.

Creditors

The charity has creditors which are measured at settlement amounts less any trade discounts.

Hire Purchase

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible assets and depreciated over the shorter of the lease term and their useful lives. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the profit and loss account so as to produce a constant periodic rate of charge on the net obligation outstanding in each period.

Deferred income

Fees paid in advance are included in creditors and released to the Statement of Financial Activities as they fall due.

**COLEG LLANYMDDYFRI
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2020**

1. GROUP ACCOUNTING POLICIES (CONTINUED)

Basic financial instruments

The charity accounts for basic financial instruments on initial recognition as per paragraph 10.7 FRS 102 SORP. Subsequent measurement is as per paragraphs 11.17 to 11.19, FRS 102 SORP.

Fund accounting

Unrestricted funds are available to spend on activities that further any of the purposes of charity.

Designated funds are unrestricted funds of the charity which the trustees have decided at their discretion to set aside to use for a specific purpose.

Restricted funds are donations and grants which the donor has specified are to be solely used for particular areas of the charity's work or for specific projects being undertaken by the charity.

Operating Lease

The charity/group classifies the lease of property, land, motor vehicles and equipment as operating leases; the title to the equipment remains with the lessor and the equipment is replaced at the end of the lease term, whilst the economic life of such equipment is normally the term of the lease. Rental charges are charged on a straight line basis over the term of the lease.

Pensions

The College contributes to the Teacher's Pension Scheme (a defined benefit scheme operated by the Department of Education and Skills) at rates set by the Scheme Actuary and advised to the College by the Scheme Administrator. The scheme is a multi-employer pension scheme and it is not possible to identify the assets and liabilities of the scheme which are attributable to the school. In accordance with FRS 102 therefore, the scheme is accounted for as a defined contribution scheme.

The regular cost of providing retirement pensions and related benefits is charged to the statement of financial activities over the employees' service lives on the basis of a constant percentage of earnings. Any difference between the charge to the statement of financial activities and the contributions paid to the scheme is shown as an asset or liability in the balance sheet.

2. CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

In the application of charity'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 where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

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

3. INCOME FROM DONATIONS AND LEGACIES

Group	Unrestricted funds £	Restricted funds £	Total 2020 £	Total 2019 £
Donations and gifts	10,053	-	10,053	98,562
Legacies	-	-	-	1,051,990
Grant Income	49,510	169,777	219,287	-
	<u>59,563</u>	<u>169,777</u>	<u>229,340</u>	<u>1,150,552</u>

Charity	Unrestricted funds £	Restricted funds £	Total 2020 £	Total 2019 £
Covenant from Coleg Llanymddyfri (Menter) Limited	-	-	-	8,797
Covenant from Llandovery College Nursery School Limited	-	-	-	12,551
Legacies	-	-	-	1,044,990
	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,066,338</u>

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

4. INCOME FROM CHARITABLE ACTIVITIES

<u>Group</u>	Unrestricted funds £	Restricted funds £	Total 2020 £	Total 2019 £
Fees and other fees receivable	3,058,950	-	3,058,950	3,626,076
Registration fees	1,145	-	1,145	4,256
Transport recoveries	-	-	-	74,442
Catering recoveries, trips and other	18,940	-	18,940	227,886
	<u>3,079,035</u>	<u>-</u>	<u>3,079,035</u>	<u>3,932,660</u>

	Total 2020 £	Total 2019 £
Fees receivable consist of:		
Gross fees	4,606,351	5,291,295
Less: total scholarships, bursaries and remissions	(1,547,401)	(1,665,219)
	<u>3,058,950</u>	<u>3,626,076</u>

Gross fees receivable may be analysed by the following:

Boarders	2,354,281	2,979,064
Day pupils	2,019,126	1,995,434
Music and drama tuition	20,298	30,572
Other fee income	212,646	286,225
	<u>4,606,351</u>	<u>5,291,295</u>

<u>Charity</u>	Unrestricted funds £	Restricted funds £	Total 2020 £	Total 2019 £
Licences	12,000	-	12,000	12,000
	<u>12,000</u>	<u>-</u>	<u>12,000</u>	<u>12,000</u>

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

5. INCOME FROM INVESTMENTS

<u>Group</u>	Unrestricted funds £	Restricted funds £	Total 2020 £	Total 2019 £
Bank interest	218	-	218	(1,427)
	<u>218</u>	<u>-</u>	<u>218</u>	<u>(1,427)</u>

6. EXPENDITURE ON CHARITABLE ACTIVITIES

<u>Group</u>	Staff costs £	Other £	Depreciation £	Total 2020 £	Total 2019 £
Charitable activities					
<i>School activities:</i>					
Teaching	1,673,979	119,432	-	1,793,411	2,084,677
Welfare	-	392,985	-	392,985	660,579
Premises	-	360,508	-	360,508	525,704
Support costs	683,738	389,040	77,873	1,150,651	1,401,500
Trading companies	-	208,497	-	208,497	265,825
<i>Governance costs</i>	-	30,518	-	30,518	12,740
	<u>2,357,717</u>	<u>1,500,980</u>	<u>77,873</u>	<u>3,936,570</u>	<u>4,951,025</u>

Charity

Charitable activities

Donation	112,000	-	-	112,000	495,279
	<u>112,000</u>	<u>-</u>	<u>-</u>	<u>112,000</u>	<u>495,279</u>

	Total 2020 £	Total 2019 £
Support costs for the group consist of the following:		
Wages	683,738	719,386
Telephone	20,037	14,498
Marketing	13,624	25,243
Licenses and insurance	90,562	104,269
Printing and office	72,084	90,917
Travel and entertainment	3,622	3,142
Professional fees	132,631	161,918
Bad debts	50,391	135,342
Finance charges	427	74,282
Depreciation	77,873	75,417
Sundries	5,662	(2,914)
	<u>1,150,651</u>	<u>1,401,500</u>

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

7. FEES FOR EXAMINATION OF THE ACCOUNTS

Group	Total 2020 £	Total 2019 £
Auditors fees	21,990	12,652
	21,990	12,652

8. STAFF COSTS AND EMOLUMENTS

	Total 2020 £	Total 2019 £
Total staff costs comprised:		
Wages and salaries	1,923,159	2,082,266
Social security costs	164,745	182,916
Pension contributions	265,820	188,951
Redundancy costs	3,413	24,020
	2,357,137	2,478,153

The number of employees whose emoluments for the year fell within the following bands were:

	Total 2020 No	Total 2019 No
In the band £60,000 - £69,999	-	1
In the band £90,000 - £89,999	1	-

The number of higher paid employees to whom retirement benefits were accruing is as follows:

	Total 2020 No	Total 2019 No
In the band £60,000 - £69,999	-	1
In the band £90,000 - £99,999	1	-

The employer's pension contributions for higher paid employees were as follows:

	Total 2020 £	Total 2019 £
In the band £60,000 - £69,999	-	10,094
In the band £90,000 - £99,999	18,996	-

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

8. STAFF COSTS AND EMOLUMENTS (continued)

No trustees received remuneration or were reimbursed for expenses during the year.

Contributions totalling £246,824 (2019: £188,951) were made to the Teachers' Pension Scheme during the year, which is a defined benefit scheme for the above staff members. The above emoluments include the residential emoluments.

During the year the group made cash payments for redundancy and settlement payments totalling £3,413 (2019: £24,020). There were no amounts outstanding in relation to the above, at the balance sheet date.

Key Management Personnel:

The total amount paid to key management personnel for their services to the group during the year totalled £201,079 (2019: £186,219).

Charity

The charity did not employ any staff during the current or previous year.

9. STAFF NUMBERS

The average monthly number of staff employed during the year was as follows:

	Total 2020 No	Total 2019 No
Teaching staff	61	67
Support staff	25	29
	86	96

10. NET INCOME/(EXPENDITURE) FOR THE YEAR

<u>Group</u>	Total 2020 £	Total 2019 £
This is stated after charging:		
Staff pension contributions	246,824	188,951
Depreciation	89,708	81,946
Auditors remuneration:		
- Audit of financial statements	21,990	12,652

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

11. TANGIBLE FIXED ASSETS

Group	Land and property £	Property improve- ments £	Works of art £	Plant and machinery £	Fixtures and fittings £	Motor vehicles £	Total £
Cost							
At 1 September 2019	5,165,000	553,022	100,000	210,290	516,867	36,990	6,582,169
Additions	-	47,982	-	6,623	40,454	-	95,059
At 31 August 2020	<u>5,165,000</u>	<u>601,004</u>	<u>100,000</u>	<u>216,913</u>	<u>557,321</u>	<u>36,990</u>	<u>6,677,228</u>
Depreciation							
At 1 September 2019	-	34,609	-	159,330	356,702	36,990	587,631
Charge for the year	-	19,363	-	14,420	56,019	-	89,802
At 31 August 2020	<u>-</u>	<u>53,972</u>	<u>-</u>	<u>173,750</u>	<u>412,721</u>	<u>36,990</u>	<u>677,433</u>
Net book values							
At 31 August 2020	<u>5,165,000</u>	<u>547,032</u>	<u>100,000</u>	<u>43,163</u>	<u>144,600</u>	<u>-</u>	<u>5,999,795</u>
At 31 August 2019	<u>5,165,000</u>	<u>518,413</u>	<u>100,000</u>	<u>50,960</u>	<u>160,165</u>	<u>-</u>	<u>5,994,538</u>

The property and land were revalued on the 14 June 2016 by an independent valuer, Andrew J Morgan FRICS FAAV of Morgan and Davies estate agents, on the basis of market value.

The valuation conforms to International Valuation Standards and was based on recent market transactions on arm's length terms for similar properties.

The works of art were revalued by the Trustees in the prior year.

If revalued assets were stated on an historical cost basis rather than a fair value basis, the total carrying value at 31 August 2020 would be £2,750,001 (2019: £2,750,001).

The net book value of fixed assets held under hire purchase contracts during the year totalled £25,452 (2019: £56,421).

**COLEG LLANYMDDYFRI
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2020**

12. INVESTMENTS

Coleg Llanymddyfri (Eiddo) Limited

The charity holds the entire issued share capital of 1 ordinary share of £1 in Coleg Llanymddyfri (Eiddo) Limited, a company incorporated on 17 August 2012 in England and Wales, company number 08183581. The principal activity of the company was that of holding land.

A summary of the results is shown below:

	2020	2019
	£	£
Summary Profit and Loss Account:		
Income	<u>1</u>	<u>1</u>
Results for the year	<u>1</u>	<u>1</u>
 Summary Balance Sheet:		
Total assets	50,008	50,007
Amounts falling due within one year	<u>(1)</u>	<u>(1)</u>
Total assets less liabilities	<u>50,007</u>	<u>50,006</u>
 Capital and reserves		
Called up share capital	1	1
Profit and loss reserves	<u>50,006</u>	<u>50,005</u>
Total equity	<u>50,007</u>	<u>50,006</u>

The land was revalued on the 14 June 2016 by an independent valuer, Andrew J Morgan FRICS FAAV of Morgan and Davies estate agents, on the basis of market value.

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

12. INVESTMENTS (continued)

Llandovery College Nursery School Limited

The charity is the sole member of Llandovery College Nursery School Limited, a company limited by guarantee and incorporated on 29 November 2013 in England and Wales, company number 08796680. The principal activity of the company is that of the provision of nursery services to children.

A summary of the results are shown below:

	2020 £	2019 £
Summary Income and Expenditure Account:		
Income	80,965	131,782
Cost of sales	(5,033)	(6,018)
Administrative expenses	(145,037)	(120,997)
Operating profit	(69,105)	4,767
Covenant to Coleg Llanymddyfri	-	(12,551)
Other income	49,510	3,155
Results for the year	(19,595)	(4,629)
Statement of changes in Equity		
Balance brought forward	(3,950)	679
Profit and total comprehensive income for the period	7,922	7,922
Distributions to parent charity under gift aid	(12,551)	(12,551)
Balance carried forward	(8,579)	(3,950)
Summary Balance Sheet:		
Total assets	73,408	94,055
Amounts falling due within one year	(96,953)	(98,005)
Net assets	(23,545)	(3,950)
Capital and reserves		
Profit and loss reserves	(23,545)	(3,950)
Total equity	(23,545)	(3,950)

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

12. INVESTMENTS (continued)

Coleg Llanymddyfri (Menter) Limited

The charity holds the entire issued share capital of 1 ordinary share of £1 in Coleg Llanymddyfri (Menter) Limited, a company incorporated on 17 August 2012 in England and Wales, company number 08183644. The principal activity of the company was that of college suppliers and equipment.

A summary of the results is shown below:

	2020	2019
	£	£
Summary Profit and Loss Account:		
Income	52,214	145,680
Cost of sales	(44,765)	(95,396)
Administrative expenses	(13,662)	(43,414)
Operating profit	(6,213)	6,870
Covenant to Coleg Llanymddyfri	-	(8,797)
Result for the year	(6,213)	(1,927)
 Statement of changes in Equity		
Balance brought forward	(685)	1,242
Profit and total comprehensive income for the period	(6,213)	6,870
Distributions to parent charity under gift aid	-	(8,797)
Balance carried forward	(6,898)	(685)
 Summary Balance Sheet:		
Total assets	65,254	107,542
Amounts falling due within one year	(72,152)	(108,227)
Total assets less current liabilities	(6,898)	(685)
 Capital and reserves		
Called up share capital	1	1
Profit and loss reserves	(6,898)	(686)
Total equity	(6,897)	(685)

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

12. INVESTMENTS (continued)

Coleg Llanymddyfri (Cymru) Limited

The charity is the sole member of Coleg Llanymddyfri (Cymru) Limited, a charitable company, limited by guarantee and incorporated on 20 July 2012 in England and Wales. Company number 08151292, charity number 1149946-2 – registered 5 September 2012. It is linked by the Charity Commission in England and Wales. The objects of the charity are:

- The advancement of education by the conduct of Llandoverly College or of such other schools in Wales as the Governors shall decide;
- The advancement of Welsh heritage through the provision of instruction in accordance with the Welsh language, culture and arts;
- The advancement of religion through the provision of instruction in accordance with the principles and doctrines of the Church in Wales; and
- By other ancillary activities for the benefit of the community.

A summary of the results are shown below:

	2020 £	2019 £
Summary Income and Expenditure Account:		
Total income	3,420,191	4,167,573
Total expenditure	<u>(3,799,966)</u>	<u>(4,672,022)</u>
Net expenditure	<u>(379,775)</u>	<u>(504,449)</u>
 Summary Balance Sheet:		
Total assets	1,885,521	1,214,961
Total liabilities	<u>(3,985,607)</u>	<u>(2,935,272)</u>
Net liabilities	<u>(2,100,086)</u>	<u>(1,720,311)</u>
 The funds of the charity:		
Unrestricted funds carried forward	(2,100,086)	(1,720,311)
Restricted fund carried forward	-	-
Total charity funds	<u>(2,100,086)</u>	<u>(1,720,311)</u>

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

12. INVESTMENTS (continued)

Llandovery College (Thomas Phillips Foundation) Trust

Llandovery College (Thomas Phillips Foundation) Trust, is a registered charity, number 1149946-1. Following an order for a scheme Coleg Llanymddyfri was appointed corporate trustee. It is a charity linked by the Charity Commission in England and Wales to the charity. The objects of the charity are:

- To advance the education of boys and girls by the provision of a day and board school in or near Llandovery and by ancillary or incidental education activities and other associated activities for the benefit of the community;
- Religious instruction of the Church in Wales under regulations made by the trustee; and
- Instruction in the Welsh language, culture and arts must also be given in the school.

A summary of the results are shown below:

	2020 £	2019 £
Summary Income and Expenditure Account:		
Total income	160,000	909,000
Total expenditure	(149,217)	(669,695)
Net income	<u>10,783</u>	<u>239,305</u>
Summary Balance Sheet:		
Total assets	6,507,097	6,496,312
Total liabilities	(150,000)	(150,000)
Net assets	<u>6,357,097</u>	<u>6,346,312</u>
The funds of the charity:		
Unrestricted funds:		
Fixed assets reserve	5,215,000	5,215,000
General reserves	1,142,095	1,131,312
Total charity funds	<u>6,357,095</u>	<u>6,346,312</u>

The property was revalued on the 14 June 2016 by an independent valuer, Andrew J Morgan FRICS FAAV of Morgan and Davies estate agents, on the basis of market value.

The works of art were revalued by the Trustees during in the prior year.

If revalued assets were stated on an historical cost basis rather than a fair value basis, the total carrying value at 31 August 2020 would be £2,750,001 (2019: £2,750,001).

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

12. INVESTMENTS (continued)

Llandovery College Prize and Scholarship Fund

Llandovery College Prize and Scholarship Fund ("the Endowment") is a charity linked to Coleg Llanymddyfri, charity number 1149946-3. The charity was appointed by resolution as corporate trustee of the endowment in July 2012.

The objects of the charity are:-

- The advancement of education by the conduct of Llandovery College or of such other schools in Wales as the trustees shall decide and by other ancillary activities for the benefit of the community;
- The advancement of education through the provision of instruction in the Welsh language, heritage, culture and arts; and
- the advancement of religion through the provision of instruction in accordance with the principles and doctrines of the Church in Wales.

A summary of the results are shown below:

	2020	2019
	£	£
Summary Income and Expenditure Account:		
Total income	-	900,077
Total expenditure	-	(800,077)
Net expenditure	<u>-</u>	<u>100,000</u>
 Summary Balance Sheet		
Total assets	<u>103,905</u>	<u>103,905</u>
Net assets	<u>103,905</u>	<u>103,905</u>
 The funds of the charity:		
Unrestricted funds carried forward	<u>103,905</u>	<u>103,905</u>

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

13. STOCKS

Group	Total 2020 £	Total 2019 £
Goods for resale	48,869	57,071

14. DEBTORS

	Group	Charity	Group	Charity
	Total 2020 £	Total 2020 £	Total 2019 £	Total 2019 £
Trade debtors	433,394	-	243,345	-
Balances due from group undertakings	-	841,860	-	441,860
Other debtors	54,144	-	31,088	-
	487,538	841,860	274,433	441,860

15. CASH AT BANK AND IN HAND

	Group	Charity	Group	Charity
	Total 2020 £	Total 2020 £	Total 2019 £	Total 2019 £
Cash at bank and in hand	915,593	20,575	1,271,883	520,574
	915,593	20,575	1,271,883	520,574

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

16. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group	Charity	Group	Charity
	Total	Total	Total	Total
	2020	2020	2019	2019
	£	£	£	£
Creditors	121,136	-	243,537	-
Other creditors	245,307	-	272,485	-
Social security and other taxes	79,456	-	172,824	-
Accruals and deferred income	1,375,520	-	1,051,837	-
Hire purchase	8,231	-	24,894	-
Loans	25,770	-	9,636	-
Balance due to group undertakings	-	7	-	6
	<u>1,855,420</u>	<u>7</u>	<u>1,775,213</u>	<u>6</u>

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

	Group	Charity	Group	Charity
	Total	Total	Total	Total
	2020	2020	2019	2019
	£	£	£	£
Loans	347,215	-	22,484	-
Deferred income	-	-	48,336	-
Hire purchase	10,147	-	18,079	-
	<u>357,362</u>	<u>-</u>	<u>88,899</u>	<u>-</u>

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

18. DEFERRED INCOME

-Deferred income can be split into the following categories:

Advance Fees:

Parents may enter into a contract to pay to the College tuition fees in advance, without limit. The money may be returned on the receipt of one term's notice, subject to specific conditions.

Final Term Deposits:

A returnable deposit is required from all applicants to the school. This is returned once the pupil completes their course at the college.

Grant Funding:

Deferred income relates to grant funding received in advance of service delivery.

The movement in deferred income in the year can be seen below:

	Total 2020 £	Total 2019 £
Balance at the start of the reporting period	1,042,073	1,385,196
Amounts added in the current period	3,038,116	3,282,952
Amounts released to income from previous periods	(2,778,693)	(3,626,075)
Balance at the end of the reporting period	<u>1,301,496</u>	<u>1,042,073</u>

The amounts split over the period are as follows:

	Advance fees		Final term deposits		Grant funding	
	2020	2019	2020	2019	2020	2019
	£	£	£	£	£	£
Within 1 year	1,224,836	924,924	76,660	68,813	-	-
Within 2-5 years	-	48,336	-	-	-	-
	<u>1,224,836</u>	<u>973,260</u>	<u>76,660</u>	<u>68,813</u>	<u>-</u>	<u>-</u>

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

19. LOANS

The balance outstanding on loans at 31 August 2020 is £372,985 (2019: 32,120).

The amount repayable on the loan is as follows:

	Total 2020 £	Total 2019 £
Repayable within 1 year	25,770	9,636
Repayable between two and five years	347,215	22,484
	<u>372,985</u>	<u>32,120</u>

20. HIRE PURCHASE CONTRACTS

	Total 2020 £	Total 2019 £
Repayable within 1 year	8,231	24,894
Repayable between 2 and 5 years	10,147	18,079
	<u>18,378</u>	<u>42,973</u>

21. OPERATING LEASE COMMITMENTS

Annual commitments held under operating leases expire as follows:

	Land and buildings		Other		Motor vehicles	
	2020	2019	2020	2019	2020	2019
	£	£	£	£	£	£
Within 1 year	60,000	60,000	35,657	32,537	5,602	5,602
Within 2-5 years	-	-	46,869	12,574	5,157	10,773
	<u>60,000</u>	<u>60,000</u>	<u>82,526</u>	<u>45,111</u>	<u>10,759</u>	<u>16,375</u>

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

22. UNRESTRICTED FUNDS

	Balance at 1 September 2019 £	Income £	Expenditure £	Gains/ (losses) £	Balance at 31 August 2020 £
<u>Group</u>					
General funds	5,737,718	3,271,995	(3,766,793)	-	5,242,920
	<u>5,737,718</u>	<u>3,271,995</u>	<u>(3,766,793)</u>	<u>-</u>	<u>5,242,920</u>
<u>Charity</u>					
General funds	962,430	12,000	(112,000)	-	862,430
	<u>962,430</u>	<u>12,000</u>	<u>(112,000)</u>	<u>-</u>	<u>862,430</u>
 <i><u>Previous year</u></i>					
	Balance at 1 September 2018 £	Income £	Expenditure £	Gains/ (losses) £	Balance at 31 August 2019 £
<u>Group</u>					
General funds	5,325,341	5,362,402	(4,950,025)	-	5,737,718
	<u>5,325,341</u>	<u>5,362,402</u>	<u>(4,950,025)</u>	<u>-</u>	<u>5,737,718</u>
<u>Charity</u>					
General funds	379,371	1,078,338	(495,279)	-	962,430
	<u>379,371</u>	<u>1,078,338</u>	<u>(495,279)</u>	<u>-</u>	<u>962,430</u>

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

23. RESTRICTED FUNDS

	Balance at 1 September 2019	Income	Expenditure	Balance at 31 August 2020
<u>Group</u>	£	£	£	£
Job Retention Support Grant	-	169,777	(169,777)	-
	-	169,777	(169,777)	-

Job Retention Support Grant – was provided by the UK Government to support the charity during the COVID 19 pandemic by contributing to salary costs for furloughed staff.

Previous year

	Balance at 1 September 2018	Income	Expenditure	Balance at 31 August 2019
<u>Group</u>	£	£	£	£
War Memorial	1,000	-	(1,000)	-
	1,000	-	(1,000)	-

24. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	<u>Group</u>			Charity
	Unrestricted funds £	Restricted funds £	Total £	Unrestricted funds £
Fixed assets	5,999,795	-	5,999,795	-
Fixed assets investments	3,907	-	3,907	2
Net current (liabilities)/assets	(403,420)	-	(403,420)	862,428
Long term liabilities	(357,362)	-	(357,362)	-
Total net assets	5,242,920	-	5,242,920	862,430

Previous year

	<u>Group</u>			Charity
	Unrestricted funds £	Restricted funds £	Total £	Unrestricted funds £
Fixed assets	5,994,538	-	5,994,538	2
Fixed assets investments	3,905	-	3,905	-
Net current (liabilities)/assets	(171,826)	-	(171,826)	962,428
Long term liabilities	(88,899)	-	(88,899)	-
Total net assets	5,737,718	-	5,737,718	962,430

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

25. PENSION COMMITMENTS

Group

The School participates in the Teachers' Pension Scheme ("the TPS") for its teaching staff. The pension charge for the year includes contributions payable to the TPS of £246,824 (2019: £188,951).

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

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

This employer rate will be payable until the outcome of the next actuarial valuation, which is due to be prepared as at 31 March 2016 and completed in 2018, with any resulting changes to the employer rate expected to take effect from 1 April 2019. This valuation will also determine the opening balance of the cost cap fund and provide an analysis of the cost cap as required by the Public Service Pensions Act 2013.

Charity

The charity does not operate a pension scheme.

26. CONTROL

In the opinion of the trustees there is no ultimate controlling party.

27. SUBSIDIARY UNDERTAKINGS

Details of subsidiary undertakings are disclosed in note 12 of the financial statements.

28. CAPITAL COMMITMENTS

At 31 August 2020 the charity had capital commitments as follows:

	Total 2020 £	Total 2019 £
Contracted for but not provided in the financial statements	-	-
	-	-

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

29. RELATED PARTY TRANSACTIONS

The charity is the sole member of College Llanymddyfri (Cymru). The charity donated £12,000 (2019: £12,000) to Coleg Llanymddyfri (Cymru) during the period. The charity also charged licence fees to Coleg Llanymddyfri (Cymru) totalling £12,000 (2019: £12,000) during the period.

During the year the charity provided a further long-term loan to Coleg Llanymddyfri (Cymru) of £400,000 (2019: £300,000) with £700,000 outstanding at the year end.

The charity via Llandovery College (Thomas Phillips Foundation) Trust provided further long term loans during the year of £450,000 (2019: £800,000) to Coleg Llanymddyfri (Cymru). At the period end £1,250,000 (2019: £800,000) was outstanding at the year end.

During the period Coleg Llanymddyfri, as corporate trustee of The Llandovery College (Thomas Phillips Foundation) Trust, donated £149,108 (2019: £167,695) to Coleg Llanymddyfri (Cymru). The trust also charged rent of £60,000 to Coleg Llanymddyfri (Cymru) (2019: £60,000). At the year-end £150,000 (2019: £150,000) was owed to Coleg Llanymddyfri (Cymru).

The charity is also the sole member of Llandovery College Nursery School Limited. Llandovery College Nursery School Limited owed its associated company, Coleg Llanymddyfri (Cymru), £27,302 (2019: £25,779) at 31 August 2020. Llandovery College Nursery School was owed £655 from Coleg Llanymddyfri (Menter) Ltd (2019 owed to £9,361) at 31 August 2020 and owed Coleg Llanymddyfri £48,363 (2019: £48,363)

Coleg Llanymddyfri (Menter) Ltd owed Coleg Llanymddyfri £93,497 at 31 August 2020 (2019: £93,497) and was owed from Coleg Llanymddyfri Cymru £35,440 (2019 £9,754 owed to).

The charity has a 100% investment in Coleg Llanymddyfri (Menter) Limited and Coleg Llanymddyfri (Eiddo) Limited.

Coleg Llanymddyfri (Eiddo) Limited charged Coleg Llanymddyfri, £1 for rent of premises during the year. Coleg Llanymddyfri (Eiddo) was owed £8 by Coleg Llanymddyfri at 31 August 2020 (2019: £7).

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

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

<u>Group</u>	2020	2019
	£	£
Net income/(expenditure) for the reporting period (as per the Statement of Financial Activities)	(494,798)	411,377
<i>Adjustments for:</i>		
Depreciation charges	89,802	81,946
Dividends, interest and rents from investments	(218)	1,427
(Increase)/decrease in stocks	8,202	23,617
(Increase)/decrease in debtors	(213,105)	639,657
Increase/(decrease) in creditors	7,710	(147,448)
Net cash provided by/(used in) operating activities	(602,407)	1,010,576
 Analysis of Cash and Cash Equivalents		
Cash in hand	915,593	1,271,883
Total Cash and Cash Equivalents	915,593	1,271,883

Analysis of changes in net funds

	Opening balance £	Cash-flows £	New finance leases £	Interest changes £	Other non-cash changes £	Balance carried forward £
Cash	1,271,883	499,904	-	-	-	915,592
Loans falling due within one year	(9,636)	10,431	25,770	795	-	(25,770)
Bank loans falling due after more than one year	(22,484)	-	324,230	-	-	(347,215)
Finance lease obligations	(42,973)	29,674	-	5,079	-	(18,378)
Total	1,196,790	540,009	350,000	5,874	-	524,229

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

31. COMPARATIVE STATEMENT OF FINANCIAL ACTIVITIES

<u>Group</u>	Unrestricted funds £	Restricted funds £	Total funds 2019 £
Income and endowments from:			
Donations and legacies	1,150,552	-	1,150,552
Charitable activities	3,932,660	-	3,932,660
Investments	(1,427)	-	(1,427)
Trading company income	280,617	-	280,617
Total income and endowments	<u>5,362,402</u>	<u>-</u>	<u>5,362,402</u>
Expenditure on:			
Charitable activities	<u>4,950,025</u>	<u>1,000</u>	<u>4,951,025</u>
Total expenditure	<u>4,950,025</u>	<u>1,000</u>	<u>4,951,025</u>
Other recognised gains/losses:			
Net gains/(losses) on revaluation	-	-	-
Net income/(expenditure)	<u>412,377</u>	<u>(1,000)</u>	<u>411,377</u>
Reconciliation of Funds			
Total funds brought forward	<u>5,325,341</u>	<u>1,000</u>	<u>5,326,341</u>
Total funds carried forward	<u>5,737,718</u>	<u>-</u>	<u>5,737,718</u>
 Charity			
Income and endowments from:			
Donations and legacies	1,066,338	-	1,066,338
Charitable activities	12,000	-	12,000
Total income and endowments	<u>1,078,338</u>	<u>-</u>	<u>1,078,338</u>
Expenditure on:			
Charitable activities	<u>495,279</u>	<u>-</u>	<u>495,279</u>
Total expenditure	<u>495,279</u>	<u>-</u>	<u>495,279</u>
Net movement in funds	583,059	-	583,059
Reconciliation of Funds			
Total funds brought forward	<u>379,371</u>	<u>-</u>	<u>379,371</u>
Total funds carried forward	<u>962,430</u>	<u>-</u>	<u>962,430</u>