

Charity number: 1157146

ROYAL HOSPITAL SCHOOL CHARITABLE TRUST

UNAUDITED

TRUSTEES' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 AUGUST 2021

ROYAL HOSPITAL SCHOOL CHARITABLE TRUST

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ROYAL HOSPITAL SCHOOL CHARITABLE TRUST

**REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITY, ITS TRUSTEES AND ADVISERS
FOR THE YEAR ENDED 31 AUGUST 2021**

Trustees Andrew Tate
 Valerie Bidwell
 Jonathan Agar
 Simon Lockyer
 Rebecca Winward (appointed 25 June 2021)

**Charity registered
number** 1157146

Principal office The Royal Hospital School
 Holbrook
 Ipswich
 Suffolk
 IP9 2RX

Independent examiner Sharon Gravener FCCA ACA
 Chartered Accountants
 Scrutton Bland LLP
 Fitzroy House
 Crown Street
 Ipswich
 Suffolk
 IP1 3LG

ROYAL HOSPITAL SCHOOL CHARITABLE TRUST

TRUSTEES' REPORT FOR THE YEAR ENDED 31 AUGUST 2021

The Trustees present their annual report together with the financial statements of Royal Hospital School Charitable Trust (the charitable organisation known as RH SCT) for the year ended 31 August 2021.

The Trustees confirm that the Annual Report and financial statements of the charity comply with the current statutory requirements, the requirements of the charity's governing document and the provisions of the Statement of Recommended Practice (SORP), 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 2015) as amended by Update Bulletin 1 (effective January 2019).

Objectives and activities

a. Policies and objectives

The objective of the charity is to advance the education of pupils at the Royal Hospital School (RHS) , in particular, but not exclusively by:

1. Providing bursaries, scholarships and prizes for education at the school;
2. Supporting specific projects at the school relating to the advancement of education at the school
3. Developing effective relationships between the pupils, staff, parents, alumni, friends and others associated with the school

b. Main activities undertaken to further the Charity's purposes for the public benefit

In setting objectives and planning for activities, the Trustees have given due consideration to general guidance published by the Charity Commission relating to public benefit, including the guidance 'Public benefit: running a charity (PB2)'. Our objectives stated above show that this is our aim, and we endeavour to accomplish these objectives.

Achievements and performance

a. Main achievements of the Charity

During the period the charity received donations amounting to £88,590 (2020 - £130,369). These monies received are to be spent on achieving the charity's objectives in current and future periods.

Unfortunately, the Covid 19 pandemic meant that our efforts were restricted to mainly online activities and delayed some of our planned events. Regular giving continued, focusing on the raising of funds to provide life-changing opportunities to pupils joining the Royal Hospital School.

Financial review

a. Going concern

After making appropriate enquiries, the Trustees have a reasonable expectation that the Charity has adequate resources to continue in operational existence for the foreseeable future. For this reason, they continue to adopt the going concern basis in preparing the financial statements. Further details regarding the adoption of the going concern basis can be found in the accounting policies.

ROYAL HOSPITAL SCHOOL CHARITABLE TRUST

TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2021

Structure, governance and management

a. Constitution

Royal Hospital School Charitable Trust is a registered charity, number 1157146. The charity was incorporated as a charitable incorporated organisation on 21 May 2014. The charity is governed by its constitution which was registered with the Charity Commission on the date of incorporation.

b. Methods of appointment or election of Trustees

The management of the charity is the responsibility of the Trustees. The Headmaster of the Royal Hospital School is an ex officio trustee. Further trustees are appointed by the existing trustee body in order that the CIO Trustees should consist of at least one former pupil, at least one current or former parent, and at least one Governor of the Royal Hospital School.

c. Organisational structure and decision-making policies

The Board of Trustees is the principal decision making body of the charity.

d. Financial risk management

The Trustees have assessed the major risks to which the Charity is exposed, in particular those related to the operations and finances of the Charity, and are satisfied that systems and procedures are in place to mitigate exposure to the major risks.

Plans for future periods

Our fundraising strategy and resources are continually reviewed. Depending on the resources and expertise available, we expect to build on the foundations of previous years to enhance alumni relations and increase fundraising, through stronger communications and improved marketing.

Following the successes of fundraising for the library and provision of several (two full-fee) bursaries, we expect fundraising to continue under the 'Annual Fund' and 'Centennial Fund' streams:

- Annual Fund - predominantly funded by the Parents Association, together with a number of other donors via regular giving, to support projects that enhance and add value to the RHS pupil experience. These include innovations in academic contexts, new equipment for sport or societies, and enabling new activities to be piloted.

- Centennial Fund bursarial support - prepare for the official launch of the Centennial Fund in October 2022, our collective effort to help 100 children by 2033. Key to success will be communicating an understanding of the Centennial Fund as a collective effort by both individual donors (with the aim of significantly increasing regular giving), and charitable partners, such as the Springboard Foundation and Greenwich Hospital Seafarers' Bursary. In this sense the Centennial Fund is a:

- o Fundraising programme for philanthropic contributions to RHSCCT towards bursaries with KPIs that can be performance managed.
- o Long term strategy to maintain the level of bursarial support, enabling us to relieve the level of fees that some parents find too burdensome.
- o Channel for communications, that will enable RHS to distinguish from other independent schools the contribution it makes to the public good, by speaking clearly and boldly about the total difference RHS makes to vulnerable and underrepresented children.

ROYAL HOSPITAL SCHOOL CHARITABLE TRUST

TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2021

Statement of Trustees' responsibilities

The Trustees are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England & Wales 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 Charity and of its incoming resources and application of resources, including its income and expenditure, 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 of the Charities SORP (FRS 102);
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards (FRS 102) have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Charity will continue in business.

The Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the Charity's transactions and disclose with reasonable accuracy at any time the financial position of the Charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the . They are also responsible for safeguarding the assets of the Charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Approved by order of the members of the board of Trustees on
and signed on their behalf by:



Andrew Tate
Trustee

ROYAL HOSPITAL SCHOOL CHARITABLE TRUST

INDEPENDENT EXAMINER'S REPORT FOR THE YEAR ENDED 31 AUGUST 2021

Independent Examiner's Report to the Trustees of Royal Hospital School Charitable Trust ('the Charity')

I report to the charity Trustees on my examination of the accounts of the Charity for the year ended 31 August 2021.

Responsibilities and Basis of Report

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

I report in respect of my examination of the Charity's accounts carried out under section 145 of the 2011 Act and in carrying out my examination I have followed the applicable Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent Examiner's Statement

Your attention is drawn to the fact that the Charity has prepared the accounts in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) in preference to the Accounting and Reporting by Charities: Statement of Recommended Practice issued on 1 April 2005 which is referred to in the extant regulations but has been withdrawn.

I understand that this has been done in order for the accounts to provide a true and fair view in accordance with the Generally Accepted Accounting Practice effective for reporting periods beginning on or after 1 January 2015.

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

1. accounting records were not kept in respect of the Charity as required by section 130 of the 2011 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a 'true and fair' view which is not a matter considered as part of an independent examination.

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

Signed: 

Sharon Gravener

Dated: 4 January 2022

FCCA (Independent examiner)

Scrutton Bland LLP
Fitzroy House
Ipswich
Suffolk
IP1 3LG

ROYAL HOSPITAL SCHOOL CHARITABLE TRUST

STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 AUGUST 2021

	Note	Restricted funds 2021 £	Unrestricted funds 2021 £	Total funds 2021 £	Total funds 2020 £
Income from:					
Donations and legacies	2	87,475	1,115	88,590	130,369
Total income		87,475	1,115	88,590	130,369
Expenditure on:					
Charitable activities	3	46,802	4,203	51,005	382,903
Total expenditure		46,802	4,203	51,005	382,903
Net income/(expenditure) before net gains on investments		40,673	(3,088)	37,585	(252,534)
Net gains on investments		84,042	-	84,042	-
Net income/(expenditure)		124,715	(3,088)	121,627	(252,534)
Transfers between funds	9	(9,802)	9,802	-	-
Net movement in funds		114,913	6,714	121,627	(252,534)
Reconciliation of funds:					
Total funds brought forward		630,270	2,405	632,675	885,209
Net movement in funds		114,913	6,714	121,627	(252,534)
Total funds carried forward		745,183	9,119	754,302	632,675

The Statement of Financial Activities includes all gains and losses recognised in the year.

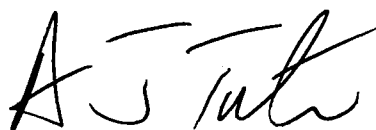
The notes on pages 8 to 16 form part of these financial statements.

ROYAL HOSPITAL SCHOOL CHARITABLE TRUST

**BALANCE SHEET
AS AT 31 AUGUST 2021**

	Note	2021 £	2020 £
Fixed assets			
Investments	7	632,042	274,000
		<u>632,042</u>	<u>274,000</u>
Current assets			
Cash at bank and in hand		124,060	360,116
		<u>124,060</u>	<u>360,116</u>
Creditors: amounts falling due within one year	8	(1,800)	(1,441)
		<u></u>	<u></u>
Net current assets		122,260	358,675
		<u></u>	<u></u>
Total net assets		<u>754,302</u>	<u>632,675</u>
		<u></u>	<u></u>
Charity funds			
Restricted funds	9	745,183	630,270
Unrestricted funds	9	9,119	2,405
		<u></u>	<u></u>
Total funds		<u>754,302</u>	<u>632,675</u>
		<u></u>	<u></u>

The financial statements were approved and authorised for issue by the Trustees on and signed on their behalf by:



Andrew Tate
Trustee



Simon Lockyer
Trustee

The notes on pages 8 to 16 form part of these financial statements.

ROYAL HOSPITAL SCHOOL CHARITABLE TRUST

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

1. Accounting policies

1.1 Basis of preparation of financial statements

The financial statements have been prepared in accordance with the Charities SORP (FRS 102) - Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Charities Act 2011.

The financial statements have been prepared to give a 'true and fair' view and have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a 'true and fair' view. This departure has involved following the Charities SORP (FRS 102) published in October 2019 rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

Royal Hospital School Charitable Trust meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy.

1.2 Income

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

The recognition of income from legacies is dependent on establishing entitlement, the probability of receipt and the ability to estimate with sufficient accuracy the amount receivable. Evidence of entitlement to a legacy exists when the Charity has sufficient evidence that a gift has been left to them (through knowledge of the existence of a valid will and the death of the benefactor) and the executor is satisfied that the property in question will not be required to satisfy claims in the estate. Receipt of a legacy must be recognised when it is probable that it will be received and the fair value of the amount receivable, which will generally be the expected cash amount to be distributed to the Charity, can be reliably measured.

1.3 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources.

Expenditure on charitable activities is incurred on directly undertaking the activities which further the Charity's objectives, as well as any associated support costs.

All expenditure is inclusive of irrecoverable VAT.

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

1. Accounting policies (continued)

1.4 Investments

Fixed asset investments are a form of financial instrument and are initially recognised at their transaction cost and subsequently measured at fair value at the Balance Sheet date, unless the value cannot be measured reliably in which case it is measured at cost less impairment. Investment gains and losses, whether realised or unrealised, are combined and presented as 'Gains/(Losses) on investments' in the Statement of Financial Activities.

1.5 Cash at bank and in hand

Cash at bank and 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.

1.6 Liabilities and provisions

Liabilities are recognised when there is an obligation at the Balance Sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably.

Liabilities are recognised at the amount that the Charity anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide.

Provisions are measured at the best estimate of the amounts required to settle the obligation. Where the effect of the time value of money is material, the provision is based on the present value of those amounts, discounted at the pre-tax discount rate that reflects the risks specific to the liability. The unwinding of the discount is recognised in the Statement of Financial Activities as a finance cost.

1.7 Financial instruments

The Charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

1.8 Fund accounting

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the Charity and which have not been designated for other purposes.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the Charity for particular purposes. The costs of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

ROYAL HOSPITAL SCHOOL CHARITABLE TRUST

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

2. Income from donations and legacies

	Restricted funds 2021 £	Unrestricted funds 2021 £	Total funds 2021 £	Total funds 2020 £
Donations	87,475	1,115	88,590	129,665
Legacies	-	-	-	704
	<u>87,475</u>	<u>1,115</u>	<u>88,590</u>	<u>130,369</u>
Total 2020	<u>106,107</u>	<u>24,262</u>	<u>130,369</u>	

3. Analysis of expenditure on charitable activities

Summary by fund type

	Restricted funds 2021 £	Unrestricted funds 2021 £	Total funds 2021 £	Total funds 2020 £
Direct costs	<u>46,802</u>	<u>4,203</u>	<u>51,005</u>	<u>382,903</u>
Total 2020	<u>-</u>	<u>382,903</u>	<u>382,903</u>	

4. Analysis of expenditure by activities

	Activities undertaken directly 2021 £	Support costs 2021 £	Total funds 2021 £	Total funds 2020 £
Direct costs	<u>48,248</u>	<u>2,757</u>	<u>51,005</u>	<u>382,903</u>
Total 2020	<u>380,947</u>	<u>1,956</u>	<u>382,903</u>	

ROYAL HOSPITAL SCHOOL CHARITABLE TRUST

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

4. Analysis of expenditure by activities (continued)

Analysis of direct costs

	Total funds 2021 £	Total funds 2020 £
Donations paid	48,248	380,947

Analysis of support costs

	Activities 2021 £	Total funds 2021 £	Total funds 2020 £
Governance costs	2,757	2,757	1,956
Total 2020	1,956	1,956	

5. Independent examiner's remuneration

	2021 £	2020 £
Fees payable to the Charity's independent examiner for the independent examination of the Charity's annual accounts	1,965	1,920
Fees payable to the Charity's independent examiner in respect of: Taxation compliance services	250	240

6. Trustees' remuneration and expenses

During the year, no Trustees received any remuneration or other benefits (2020 - £NIL).

During the year ended 31 August 2021, no Trustee expenses have been incurred (2020 - £NIL).

ROYAL HOSPITAL SCHOOL CHARITABLE TRUST

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

7. Fixed asset investments

	Listed investments £
Cost or valuation	
At 1 September 2020	274,000
Additions	274,000
Revaluations	84,042
At 31 August 2021	<u>632,042</u>
Net book value	
At 31 August 2021	632,042
At 31 August 2020	<u>274,000</u>

8. Creditors: Amounts falling due within one year

	2021 £	2020 £
Accruals and deferred income	<u>1,800</u>	<u>1,441</u>

ROYAL HOSPITAL SCHOOL CHARITABLE TRUST

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

9. Statement of funds

Statement of funds - current year

	Balance at 1 September 2020 £	Income £	Expenditure £	Transfers in/out £	Gains/ (Losses) £	Balance at 31 August 2021 £
Unrestricted funds						
General Funds - all funds	2,405	1,115	(4,203)	9,802	-	9,119
Restricted funds						
Music	8,261	1,175	(3,097)	2,196	-	8,535
Library redevelopment	-	2,500	(2,500)	(9,581)	-	(9,581)
Bursaries	69,737	73,600	(22,875)	(2,385)	-	118,077
Heritage Centre	60	-	-	-	-	60
De Neumann Legacy	551,712	-	(18,330)	(20)	84,042	617,404
Heritage Cafe	500	10,200	-	(12)	-	10,688
	630,270	87,475	(46,802)	(9,802)	84,042	745,183
Total of funds	632,675	88,590	(51,005)	-	84,042	754,302

A transfer has been made between general funds and restricted funds to reflect the fact that overheads had not previously been charged to restricted funds which are a necessary part of setting up the charity to fundraise. The overhead costs have been apportioned based on receipts of each fund in each year going back to 2016/17.

A transfer has also been made to reflect the fact that the gift aid receipt received in the prior year had incorrectly all been allocated to the Library redevelopment fund. This has now been apportioned across the fund based on the amount of donations received for each fund in the gift aid claim. This has resulted in a negative reserve balance for the Library redevelopment as all funds were paid across to The Royal Hospital School, including the gift aid donation in 2020. The Royal Hospital School have subsequently paid the amount of £9,581 to The Royal Hospital School Charitable Trust in September 2021.

ROYAL HOSPITAL SCHOOL CHARITABLE TRUST

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

9. Statement of funds (continued)

Statement of funds - prior year

	Balance at 1 September 2019 £	Income £	Expenditure £	Balance at 31 August 2020 £
Unrestricted funds				
General Funds - all funds	21,602	23,560	(42,757)	2,405
Restricted funds				
Music	7,052	1,209	-	8,261
Library redevelopment	283,229	56,917	(340,146)	-
Bursaries	22,258	47,479	-	69,737
Heritage Centre	60	-	-	60
De Neumann Legacy	551,008	704	-	551,712
Heritage Cafe	-	500	-	500
	863,607	106,809	(340,146)	630,270
Total of funds	885,209	130,369	(382,903)	632,675

10. Summary of funds

Summary of funds - current year

	Balance at 1 September 2020 £	Income £	Expenditure £	Transfers in/out £	Gains/ (Losses) £	Balance at 31 August 2021 £
General funds	2,405	1,115	(4,203)	9,802	-	9,119
Restricted funds	630,270	87,475	(46,802)	(9,802)	84,042	745,183
	632,675	88,590	(51,005)	-	84,042	754,302

ROYAL HOSPITAL SCHOOL CHARITABLE TRUST

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

10. Summary of funds (continued)

Summary of funds - prior year

	Balance at 1 September 2019 £	Income £	Expenditure £	Balance at 31 August 2020 £
General funds	21,602	23,560	(42,757)	2,405
Restricted funds	863,607	106,809	(340,146)	630,270
	<u>885,209</u>	<u>130,369</u>	<u>(382,903)</u>	<u>632,675</u>

11. Analysis of net assets between funds

Analysis of net assets between funds - current year

	Restricted funds 2021 £	Unrestricted funds 2021 £	Total funds 2021 £
Fixed asset investments	632,042	-	632,042
Current assets	113,141	10,919	124,060
Creditors due within one year	-	(1,800)	(1,800)
Total	<u>745,183</u>	<u>9,119</u>	<u>754,302</u>

Analysis of net assets between funds - prior year

	Restricted funds 2020 £	Unrestricted funds 2020 £	Total funds 2020 £
Fixed asset investments	274,000	-	274,000
Current assets	356,270	3,846	360,116
Creditors due within one year	-	(1,441)	(1,441)
Total	<u>630,270</u>	<u>2,405</u>	<u>632,675</u>

ROYAL HOSPITAL SCHOOL CHARITABLE TRUST

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

12. Related party transactions

The key management personnel of the charity comprise the Trustees.

Donations of £48,248 were paid to The Royal Hospital School during the year (2020 - £380,977), in respect of charitable activities. There were no balances outstanding with related parties at 30 August 2021 (2020 - £NIL).