

Charity number: 1157146

ROYAL HOSPITAL SCHOOL CHARITABLE TRUST

UNAUDITED

TRUSTEES' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 AUGUST 2022

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 2022

Trustees Andrew Tate
 Judy Dow, Chair (appointed 10 December 2021)
 Jonathan Agar
 Simon Lockyer
 Rebecca Winward

**Charity registered
number** 1157146

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

Independent examiner Adam Smith FCA
 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 2022

The Trustees present their annual report together with the financial statements of Royal Hospital School Charitable Trust (the charitable organisation known as "RHSC" or the "Charity") for the year ended 31 August 2022.

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" or the "School") , in particular, but not exclusively by:

1. Providing bursaries, scholarships and prizes for education at the Royal Hospital School;
2. Supporting specific projects at the school relating to the advancement of education at the School; and
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 year the Charity received donations amounting to £47,127 (2021 - £88,590). These monies received are to be spent on achieving the Charity's objectives in the current and future years.

Unfortunately, the Covid 19 pandemic meant that the Charity's 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

The trustees and management have prepared detailed financial forecasts that indicate that the Charity will be able to continue to meet its liabilities as they fall due and will continue to operate for the foreseeable future, being at least 12 months from the date of approval of these financial statements. Accordingly, these financial statements are prepared on the going concern basis.

ROYAL HOSPITAL SCHOOL CHARITABLE TRUST

TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2022

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.

ROYAL HOSPITAL SCHOOL CHARITABLE TRUST

TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2022

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 November 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 RHSCT 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; and
 - 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 2022

Statement of Trustees' responsibilities

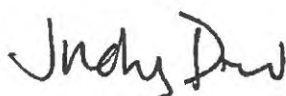
The Trustees are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

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; and
- 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 trust deed. 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 9 December 2022
and signed on their behalf by:



Judy Dow
Trustee

ROYAL HOSPITAL SCHOOL CHARITABLE TRUST

INDEPENDENT EXAMINER'S REPORT
FOR THE YEAR ENDED 31 AUGUST 2022

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

I report to the Charity's Trustees on my examination of the financial statements of the Charity for the year ended 31 August 2022.

Responsibilities and Basis of Report

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

I report in respect of my examination of the Charity's financial statements 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 financial statements in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their financial statements 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 financial statements 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 financial statements do not accord with those records; or
3. the financial statements 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 financial statements 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 financial statements to be reached.

Signed: 

Dated: 21 December 2022

Adam Smith FCA (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 2022

	Notes	Restricted funds 2022 £	Unrestricted funds 2022 £	Total funds 2022 £	Total funds 2021 £
Income from:					
Donations and legacies	2	38,151	8,976	47,127	88,590
Total income		38,151	8,976	47,127	88,590
Expenditure on:					
Charitable activities	3	45,484	6,226	51,710	51,005
Total expenditure		45,484	6,226	51,710	51,005
Net (expenditure)/income before net (losses)/gains on investments		(7,333)	2,750	(4,583)	37,585
Net (losses)/gains on investments	7	(12,037)	-	(12,037)	84,042
Net (expenditure)/income		(19,370)	2,750	(16,620)	121,627
Transfers between funds	10	11,869	(11,869)	-	-
Net movement in funds		(7,501)	(9,119)	(16,620)	121,627
Reconciliation of funds:					
Total funds brought forward		745,183	9,119	754,302	632,675
Net movement in funds		(7,501)	(9,119)	(16,620)	121,627
Total funds carried forward		737,682	-	737,682	754,302

The Statement of Financial Activities includes all gains and losses recognised in the current and prior years..

The notes on pages 9 to 17 form part of these financial statements.

ROYAL HOSPITAL SCHOOL CHARITABLE TRUST

BALANCE SHEET
AS AT 31 AUGUST 2022

	Notes	2022 £	2021 £
Fixed assets			
Investments	7	620,005	632,042
		<u>620,005</u>	<u>632,042</u>
Current assets			
Debtors	8	1,495	-
Cash at bank and in hand		118,582	124,060
		<u>120,077</u>	<u>124,060</u>
Creditors: amounts falling due within one year	9	(2,400)	(1,800)
Net current assets		<u>117,677</u>	<u>122,260</u>
Total net assets		<u><u>737,682</u></u>	<u><u>754,302</u></u>
Charity funds			
Restricted funds	10	737,682	745,183
Unrestricted funds	10	-	9,119
Total funds	10	<u><u>737,682</u></u>	<u><u>754,302</u></u>

The financial statements were approved and authorised for issue by the Trustees on 9 December 2022 and signed on their behalf by:

Judy Dow

Judy Dow
Trustee

The notes on pages 9 to 17 form part of these financial statements.

ROYAL HOSPITAL SCHOOL CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2022

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 Going concern

The Trustees and management have prepared financial forecasts that indicate that the Charity will be able to continue to meet its liabilities as they fall due and will continue to operate for the foreseeable future, being at least 12 months from the date of approval of these financial statements. Accordingly, these financial statements are prepared on the going concern basis.

1.3 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.

1.4 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 2022

1. Accounting policies (continued)

1.5 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.

1.6 Debtors

Trade and other debtors are recognised at the settlement amount after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

1.7 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.

1.8 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.

1.9 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.

1.10 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 2022

2. Income from donations and legacies

	Restricted funds 2022 £	Unrestricted funds 2022 £	Total funds 2022 £	Total funds 2021 £
Donations	38,151	8,976	47,127	88,590
Total 2021	87,475	1,115	88,590	

3. Analysis of expenditure on charitable activities

Summary by fund type

	Restricted funds 2022 £	Unrestricted funds 2022 £	Total 2022 £	Total 2021 £
Direct costs	45,484	6,226	51,710	51,005
Total 2021	46,802	4,203	51,005	

4. Analysis of expenditure by activities

	Activities undertaken directly 2022 £	Support costs 2022 £	Total funds 2022 £	Total funds 2021 £
Direct costs	48,601	3,109	51,710	51,005
Total 2021	48,248	2,757	51,005	

ROYAL HOSPITAL SCHOOL CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2022

4. Analysis of expenditure by activities (continued)

Analysis of direct costs

	Total funds 2022 £	Total funds 2021 £
Donations payable	48,601	48,248

Analysis of support costs

	Activities 2022 £	Total funds 2022 £	Total funds 2021 £
Governance costs	3,109	3,109	2,757
Total 2021	2,757	2,757	

5. Independent examiner's remuneration

	2022 £	2021 £
Fees payable to the Charity's independent examiner for the independent examination of the Charity's annual accounts	2,024	1,965
Fees payable to the Charity's independent examiner in respect of: - Taxation compliance services	258	250

6. Trustees' remuneration and expenses

During the year, none of the Trustees received any remuneration for their qualifying services or other benefits (2021 - £NIL).

During the year ended 31 August 2022, no Trustee expenses have been incurred (2021 - £NIL).

ROYAL HOSPITAL SCHOOL CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2022

7. Fixed asset investments

	Listed investments £
Valuation	
At 1 September 2021	632,042
Revaluations	(12,037)
At 31 August 2022	<u>620,005</u>
Net book value	
At 31 August 2022	<u>620,005</u>
At 31 August 2021	<u>632,042</u>

8. Debtors

	2022 £	2021 £
Due within one year		
Other debtors	<u>1,495</u>	<u>-</u>

9. Creditors: Amounts falling due within one year

	2022 £	2021 £
Accruals and deferred income	<u>2,400</u>	<u>1,800</u>

ROYAL HOSPITAL SCHOOL CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2022

10. Statement of funds

Statement of funds - current year

	Balance at 1 September 2021 £	Income £	Expenditure £	Transfers in/out £	Gains/ (Losses) £	Balance at 31 August 2022 £
Unrestricted funds						
General Funds - all funds	9,119	8,976	(6,226)	(11,869)	-	-
Restricted funds						
Music	8,535	2,338	(2,396)	6	-	8,483
Library redevelopment	(9,581)	9,581	-	-	-	-
Bursaries	118,077	26,232	(24,073)	(3,691)	-	116,545
Heritage Centre	60	-	-	12	-	72
De Neumann Legacy	617,404	-	(19,015)	-	(12,037)	586,352
Heritage Cafe	10,688	-	-	(212)	-	10,476
Annual Fund	-	-	-	15,754	-	15,754
	<u>745,183</u>	<u>38,151</u>	<u>(45,484)</u>	<u>11,869</u>	<u>(12,037)</u>	<u>737,682</u>
Total of funds	<u>754,302</u>	<u>47,127</u>	<u>(51,710)</u>	<u>-</u>	<u>(12,037)</u>	<u>737,682</u>

A transfer has been made between general funds and restricted funds to reflect that overheads are to be recharged to restricted funds. A transfer has been made from general funds to restricted funds to reflect the Annual Fund being a restricted fund.

The Gift Aid for 2021/22 has now been apportioned across the funds based on the amount of donations received for each fund in the gift aid claim.

ROYAL HOSPITAL SCHOOL CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2022

10. Statement of funds (continued)

Statement of funds - prior 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
	<u>630,270</u>	<u>87,475</u>	<u>(46,802)</u>	<u>(9,802)</u>	<u>84,042</u>	<u>745,183</u>
Total of funds	<u>632,675</u>	<u>88,590</u>	<u>(51,005)</u>	<u>-</u>	<u>84,042</u>	<u>754,302</u>

11. Summary of funds

Summary of funds - current year

	Balance at 1 September 2021 £	Income £	Expenditure £	Transfers in/out £	Gains/ (Losses) £	Balance at 31 August 2022 £
General funds	9,119	8,976	(6,226)	(11,869)	-	-
Restricted funds	745,183	38,151	(45,484)	11,869	(12,037)	737,682
	<u>754,302</u>	<u>47,127</u>	<u>(51,710)</u>	<u>-</u>	<u>(12,037)</u>	<u>737,682</u>

ROYAL HOSPITAL SCHOOL CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2022

11. Summary of funds (continued)

Summary of funds - prior 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
	<u>632,675</u>	<u>88,590</u>	<u>(51,005)</u>	<u>-</u>	<u>84,042</u>	<u>754,302</u>

12. Analysis of net assets between funds

Analysis of net assets between funds - current year

	Restricted funds 2022 £	Total funds 2022 £
Fixed asset investments	620,005	620,005
Current assets	120,077	120,077
Creditors due within one year	(2,400)	(2,400)
Total	<u>737,682</u>	<u>737,682</u>

Analysis of net assets between funds - prior 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>

ROYAL HOSPITAL SCHOOL CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2022

13. Related party transactions

During the year donations amounting to £47,278 (2021 - £48,248) were paid to The Royal Hospital School. The Charity has not entered into any other related party transactions during the year, nor are there any outstanding balances owing between related parties and the Charity at 31 August 2022 or 31 August 2021.

14. Post balance sheet events

Since the year end, the value of the Charity's Fixed Asset investments suffered unrealised losses. On 23 November 2022, the value of the Charity's Fixed Asset investments had decreased in value by £15,004. No impairment adjustment has been made to the financial statements as it is not considered to be a permanent diminution in value.