

Lancaster Royal Grammar School Charity

Unaudited Financial Statements for the year ended
31 August 2022

Charity Registration Number: 526602

Lancaster Royal Grammar School Charity

Financial Statements

For the year ended 31 August 2022

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Lancaster Royal Grammar School Charity

Officers and Professional Advisors

Trustees

Prof M Alexander
Dr J Bentham (Resigned December 2021)
Mr A R Collinson
Mr P Fitton (Resigned September 2022)
Mr M Fisher
Mrs W Preston (Appointed February 2022)
Mr P Dyer (Appointed December 2022)
Dr R Jackson (Appointed December 2022)
Mr H Roberts (Appointed December 2022)

Headmaster

Dr C Pyle

Administrator

Mrs C Lodge

Registered Office

East Road
Lancaster
LA1 3EF

Independent examiners

Saint & Co
The Old Police Station
Church Street
Ambleside
Cumbria
LA22 0BT

Bankers

Yorkshire Bank
45 Penny Street
Lancaster
LA1 1UE

Barclays Bank Plc
Market Street
Lancaster
LA1 1HR

National Westminster Bank Plc
68 Church Street
Lancaster
LA1 1LN

Solicitors

Blackhurst Swainson Goodier
3 & 4 Aalborg Square
Lancaster
LA1 1BJ

Lancaster Royal Grammar School Charity

Report of the Trustees

For the year ended 31 August 2022

The trustees present their report and the unaudited financial statements of the charity for the year ended 31 August 2022.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The Lancaster Royal Grammar School Charity is a registered charity (No 526602) and is administered in accordance with a Trust Scheme. The Trustees, administrator and professional advisers are listed on the previous page.

Methods adopted for the recruitment and appointment of new trustees

When there is a need for new trustees the existing trustees look to select suitable candidates who, through past experience and qualification, would continue the policy of enabling a broad input to their decision making.

Policies and procedures adopted for the induction and training of trustees

Policies and procedures are in place for the induction and training of new Trustees. However, in recognition of the vast experience which is evident amongst the current Trustees, there are no plans for the training of Trustees at present. The Trustees are aware that if the need arises, they will of course arrange such training to be carried out.

Organisational structure

The Trustees who have served during the year are set within the officers and professional advisors. The Trustees are appointed in accordance with the 1992 Trust Scheme sealed by the Charity Commissioners on 10 September 1992 and they also administer the following connected registered charities:-

Charity Name	Charity Number
The LRGS Sports Association	0518625
The LRGS Prizes Charity	1090614
The LRGS Boarding Charity	1090615
The LRGS Leaving Exhibition Charity	1090829
The LRGS British School Scholarships Charity	1090834

The Charity is also connected with Lancaster Royal Grammar School, which has been an Academy school since the 15 April 2011. The instrument of governance of the school provides for the Trustees to sit on the Trust board of the school.

The trustees are responsible for the overall management of the Charity and meet at least two times a year.

The governance of the school's activities is vested with the Trust Board who discharge their duties in accordance with government legislation, DfE and ESFA guidance.

Risk management

The Board of Trustees is responsible for the management of risk faced by the Charity. The significant risks to the Charity arise from the school's day to day operation. The Trustees, through overview of the Governing Body, ensures that risks are identified, assessed and controls introduced as required.

The Trustees examine the major risks that the Charity faces each financial year to ensure the continued success of the school and hence the Charity.

Lancaster Royal Grammar School Charity

Report of the Trustees (continued)

For the year ended 31 August 2022

OBJECTIVES AND ACTIVITIES

Summary of the objects set out in the governing document

The object of the charity is to assist the Trustees of Lancaster Royal Grammar School in promoting the education of pupils therein.

With this objective the Charity aims to improve the standard of education provided by the school by improving the general school buildings and so aid those pupils who require additional assistance to develop their full potential.

Charity's aims and main activities in relation to these objects

The principal activity of the Charity during the year was to run development appeals to raise monies for the upkeep and improvement of the general school facilities and for the school initiatives which help pupils to take full advantage of the educational opportunities available to them.

Public Benefit

When planning the activities for the year, the Trustees have considered the Commissions guidance on Public Benefit.

ACHIEVEMENTS AND PERFORMANCE

Summary of main achievements of the charity during the year

The Charity received donations and gifts of £308,137 (2021: £205,521). This income is designated to be spent on the improvement of the facilities and buildings used by the school and to aid pupils to develop their full potential.

During the year the Charity made grants to the school of £137,603 (2021: £122,303). These were used by the school to fund improvements to school buildings and facilities, school initiatives to aid pupils' learning and scholarships to relieve the hardship where the pupil's education and future prospects would otherwise be at risk.

During the year the Charity again contributed toward several projects on the school site. The Charity's donations to the school were spent on improving the facilities of the school to enhance the education of the pupils.

COVID-19 implications

Rental income in the period was significantly reduced as residential lettings were not possible under the COVID-19 restrictions.

Lancaster Royal Grammar School Charity

Report of the Trustees (continued)

For the year ended 31 August 2022

FINANCIAL REVIEW

Review of financial position of the charity

The Charity's total funds increased by £195,511 (2021: £117,854) during the year, this was after grants made totalling £137,603 (2021: £122,303). The financial performance of the charity during the year is considered satisfactory and the future prospects of the Charity are considered good.

As in the previous accounting period a peppercorn rental was applied to all buildings with the exception of the boarding facilities where the charity charged a rental of 12.5% of total boarding income charged to pupils by the school. This can however be waived or partial remission be given at the discretion of the Trustees. The trustees agreed to cap the rental at £175,000 for the year to assist the school's financial position. The remaining rental income shown in the accounts was from lets to outside organisations during the school holidays.

The Trustees review available funds and borrowings on a regular basis. The Charities policy is to place available funds in low risk investments and to ensure that borrowings for capital purposes can be financed from future income.

Statement of the charity's policy on reserves

The Charity holds reserves to support Lancaster Royal Grammar School in promoting the education of the pupils therein. Funding from other sources may not always meet the school's needs and the Charity seeks to maintain reserves to supplement other sources when required.

Reserves in the charity at 31st August 2022 were £1,751,221 (2021: £1,555,710)

Principal financial management policies adopted

The trustees review the management accounts of the charity on a regular basis.

Principal funding sources and how expenditure in the year under review has supported the key objectives of the charity

The income is generated from the following sources:

- Rental income
- Donations
- Dividend income from the investment portfolios
- Bank interest

Expenditure in the form of grants to the school was used to:

- fund capital works for facilities to improve the education of the pupils
- fund extra-curricular activities for the students; and
- provide funds to students to relieve hardship.

Plans for future periods

The Charity aims to continue to generate funds from development appeals and to continue its policy of improving the general school buildings, to enable a full and wide curriculum to be delivered by the school, to provide extracurricular opportunities for all pupils and to give aid to pupils who need help to achieve their full potential.

Lancaster Royal Grammar School Charity

Report of the Trustees (continued)

For the year ended 31 August 2022

TRUSTEES' RESPONSIBILITIES STATEMENT

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 and Wales requires the charity trustees to prepare financial statements for each year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, of the charity 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 applicable 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;
- 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 applicable Charities (Accounts and Reports) Regulations, 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.

Signed by order of the Trustees



Mr H Roberts

Approved by the trustees on 8 March 2023

Lancaster Royal Grammar School Charity

Independent Examiner's Report to the Trustees of Lancaster Royal Grammar School Charity

For the year ended 31 August 2022

I report to the trustees on my examination of the accounts of Lancaster Royal Grammar School Charity ('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 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 all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent examiner's statement

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

1. accounting records were not kept in respect of the charity as required by section 130 of the 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 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.



Mr Darren Little ACA
Independent Examiner

The Old Police Station
Church Street
Ambleside
Cumbria
LA22 0BT

Date: 17 March 2023.

Lancaster Royal Grammar School Charity

Statement of Financial Activities

For the year ended 31 August 2022

	Note	Endowment £	Unrestricted £	Year to August 2022 Total £	Year to August 2021 Total £
Incoming resources					
Income from generated funds					
Income from donations, legacies and grant income	3		308,137	308,137	205,521
Income from other trading activities	4	175,000		175,000	175,560
Investment income	5	170		170	223
Total incoming resources		175,170	308,137	483,307	381,304
Resources expended					
Cost of raising funds					
Cost of generating voluntary income	6		106,610	106,610	113,431
Costs for generating funds:					
Mortgage Interest		36,812		36,812	33,514
		36,812	106,610	143,422	146,945
Corporation Tax		-	-	-	-
Expenditure on Charitable activities	7	-	137,603	137,603	122,303
Total resources expended		36,812	244,213	281,025	269,248
Net incoming/(outgoing) resources before transfers		138,358	63,924	202,282	112,056
Transfers		72,095	(72,095)	-	-
Net incoming/(outgoing) resources before other recognised gains and losses		210,453	(8,171)	202,282	112,056
Net Realised/Unrealised gains/(losses) on investments		(6,771)	-	(6,771)	5,797
Net movement in funds		203,682	(8,171)	195,511	117,853
Reconciliation of funds					
Total funds brought forward at 1 September 2021		1,471,023	84,687	1,555,710	1,437,857
Total funds carried forward at 31 August 2022		1,674,705	76,516	1,751,221	1,555,710

The statement of financial activities includes all gains and losses recognised in the year.
All income and expenditure is derived from continuing activities.

The notes on pages 8 to 18 form part of these financial statements.

Lancaster Royal Grammar School Charity

Statement of Financial Position

For the year ended 31 August 2022

	Note	Year to August 2022 Total £	Year to August 2021 Total £
Fixed assets	8	2,500,000	2,500,000
Investments	9	4,509	20,241
Current Assets			
Debtors	10	4,000	5,237
Cash at bank		280,049	259,786
		<u>284,049</u>	<u>265,023</u>
Creditors falling due within one year	11	<u>(172,448)</u>	<u>(406,063)</u>
Net current assets / (liabilities)		111,601	(141,040)
Total assets less current liabilities		2,616,110	2,379,201
Creditors falling due after one year	12	<u>(864,889)</u>	<u>(823,491)</u>
Net assets		<u>1,751,221</u>	<u>1,555,710</u>
Represented by			
Endowment fund	13	1,674,705	1,471,023
Development appeal fund	13	45,880	63,773
Sedgwick request for works of art	13	131	131
Lune scholarship	13	20,282	9,096
Opportunities fund	13	10,223	11,687
		<u>1,751,221</u>	<u>1,555,710</u>

These financial statements were approved by the Trustees and authorised for issue on 08 March 2023 and are signed on behalf of the board by:



Mr H Roberts
Trustee

The notes on pages 8 to 18 form part of these financial statements.

Lancaster Royal Grammar School Charity

Notes forming part of the financial statements

For the year ended 31 August 2022

1 ACCOUNTING POLICIES

General Information

The charity is a public benefit entity and a registered charity in England and Wales and is unincorporated. The address of the principal office is East Road, Lancaster, LA1 3EF.

Statement of Compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the 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) (Charities SORP (FRS 102)) and the Charities Act 2011.

Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through income or expenditure.

The financial statements are prepared in sterling, which is the functional currency of the entity.

The trust meets the definition of a public benefit entity under FRS102.

Going concern

The fundraising activities of the charity have been reduced due to the pandemic. The Going Concern Status of the Charity is closely linked to that of the Lancaster Royal Grammar School. The School is currently in receipt of financial support from the ESFA following the impact of Covid related restrictions on its boarding activities. The Trustees have carefully considered the cash requirements of the Charity and the School for the foreseeable future taking into account current resources and concluded that the Charity has adequate resources to continue as a going concern.

Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Lancaster Royal Grammar School Charity

Notes forming part of the financial statements

For the year ended 31 August 2022

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.

Designated funds comprise unrestricted funds that have been set aside by the trustees for particular reasons. The aim and use of each designated fund is set out in the notes to the financial statements.

Restricted funds are those 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 aim and use of each restricted fund is set out in the notes to the financial statements.

Endowment funds are those that are available for use at the discretion of the trustees in the furtherance of supporting Lancaster Royal Grammar School. The aim and use of the endowment fund is set out in the notes to the financial statements.

Incoming resources

Donations, legacies and similar incoming resources are included in the year in which they are receivable, which is when the Charity becomes entitled to the resource and will be credited to unrestricted funds unless the donor wishes restrictions to be placed.

Investment income and rental income

Income from investments and from rental income is included in the SOFA in the year in which it is receivable. On the 15 April 2011 Lancaster Royal Grammar School became an academy and at this point the trade and assets of the boarding account were transferred from the Charity to the academy. Since the 15 April 2011 an annual rental for the boarding facilities is charged by the Charity. The annual rental is calculated as a 12.5% charge of total boarding income charged to pupils by the academy. The Charity has the right to waive such rental costs should it choose to do so.

Resources expended

All expenditure is included on an accruals basis and is recognised when there is legal or constructive obligation to pay for expenditure. All costs have been directly attributed to one of the functional categories of resources expended in the SOFA. The Charity is not registered for VAT.

Tangible fixed assets

Until March 1979 neither the original cost nor improvements to freehold land and buildings were capitalised because the buildings are historic, inalienable and form part of a permanent endowment.

As at the 15 April 2011, Lancaster Royal Grammar School converted to academy status and a 125 year lease was signed between the Charity and Academy. Due to the nature of this lease agreement, the risks and rewards of property ownership were inherited by the Academy and applicable accounting standards dictate the value of these assets is transferred to the Academy. Prior to this transfer the buildings were re-valued using the insurance valuation per the 2011 policy.

The freehold land was also re-valued at the point of conversion to £2,500,000 which the trustees believe better reflects the value of the land owned by the Charity. It has then been carried at deemed cost from this date.

Lancaster Royal Grammar School Charity

Notes forming part of the financial statements

For the year ended 31 August 2022

Investments

Investments are included at market value at the balance sheet date. Gains and losses on disposal and revaluation of investments are charged or credited to the SOFA.

Financial instruments

The charity only holds basic financial instruments as defined in FRS 102. The financial assets and financial liabilities of the trust and their measurement basis are as follows:

Financial assets – trade and other debtors are basic financial instruments and are debt instruments measured at amortised cost as detailed in notes. Prepayments are not financial instruments.

Cash at bank – is classified as a basic financial instrument and is measured at face value.

Financial liabilities – trade creditors, accruals and other creditors are financial instruments, and are measured at amortised cost as detailed in notes. Taxation and social security are not included in the financial instruments disclosure definition. Deferred income is not deemed to be a financial liability, as the cash settlement has already taken place and there is an obligation to deliver services rather than cash or another financial instrument.

Lancaster Royal Grammar School Charity

Notes forming part of the financial statements

For the year ended 31 August 2022

2 Net income/(expenditure) for the year includes:

	2022	2021
Staff costs	80,340	96,631
Independent examination	3,528	3,120

3 Incoming resources from charitable activities

	2022	2021
Covenants/Gift Aid Donations	232,986	146,608
Income Tax Recoverable	24,465	28,456
Inspirus Project Donations	50,686	30,457
	<u>308,137</u>	<u>205,521</u>

Transfer of assets

During the year the assets of The LRGS Sports Association, a connected charity was transferred to the Charity on the dissolution of the LRGS Sports Association. The assets transferred were:

COIF deposit account	£15,004
Balance due to LRGS	<u>(£5,828)</u>
Net donation included in Covenants/Gift Aid Donations	£9,176

4 Income from other trading activities

	2022	2021
Rental income	175,000	175,560
	<u>175,000</u>	<u>175,560</u>

5 Investment income

	2022	2021
COIF Dividends	139	185
Bank interest	31	39
	<u>170</u>	<u>224</u>

6 Cost of Generating Voluntary income

	2022	2021
Staff costs	80,340	93,631
Travel, Accommodation and Hospitality	12,599	27
Other costs	10,143	16,653
Accounting Services	3,528	3,120
	<u>106,610</u>	<u>113,431</u>

Lancaster Royal Grammar School Charity

Notes forming part of the financial statements

For the year ended 31 August 2022

7 Charitable activities

	2022	2021
Grants made to school in respect of:		
- Donation toward the School	46,131	64,113
- Donations toward School equipment	626	-
- Donations toward Rowing Equipment	-	-
- Pupils Scholarships via Lune Scholarship	10,027	10,380
- InspirUS Costs	26,364	21,902
- Extra Curricular / Annual Fund	50,954	25,359
- Bursaries	1,755	-
- Opportunities Fund	1,647	50
- Donations of Lettings Income	-	-
- Classics Funding	100	500
	<u>137,603</u>	<u>122,303</u>

8 Tangible Fixed Assets

	Freehold Land & Buildings	Total
At cost		
Balance at 1 September 2021	2,500,000	2,500,000
Additions	-	-
Disposals	-	-
Balance at 31 August 2022	<u>2,500,000</u>	<u>2,500,000</u>
Depreciation		
Balance at 1 September 2021	-	-
Depreciation charge year	-	-
Balance at 31 August 2022	<u>-</u>	<u>-</u>
Net book value		
At 31 August 2022	<u>2,500,000</u>	<u>2,500,000</u>
At 31 August 2021	<u>2,500,000</u>	<u>2,500,000</u>

As discussed within the accounting policy note, the buildings have been re-valued using the 2011 insurance policy before their transfer to Lancaster Royal Grammar School Academy. The residual balance of £2,500,000 relates wholly to non-depreciable land held by the Charity.

Lancaster Royal Grammar School Charity

Notes forming part of the financial statements

For the year ended 31 August 2022

9 Investments

	235/11,939 COIF units	UK Equities	Total
Cost			
Balance at 1 September 2021	1,206	31,074	32,280
Additions in the year	-	-	-
Disposals in the year	-	(31,074)	-
Balance at 31 August 2022	<u>1,206</u>	<u>-</u>	<u>1,206</u>
Market value			
Balance at 1 September 2021	4,754	15,487	20,241
Additions in the year	-	-	-
Changes in the year	(245)	(15,487)	(15,732)
Balance at 31 August 2022	<u>4,509</u>	<u>-</u>	<u>4,509</u>

COIF Units are deposits in the COIF Charities Deposit Fund managed on the Charity's behalf by CCLA Investment Management Limited.

The UK Equities investment is 251,815 ordinary shares in Immotion Group PLC that were gifted to the Charity upon the company's flotation on 9th July 2018. These were disposed of during the year for £8,951.

10 Debtors

	2022	2021
Rent on Summer Lets	-	-
Income tax on gift aid and covenants	<u>4,000</u>	<u>5,237</u>
	<u>4,000</u>	<u>5,237</u>

11 Creditors due within one year

	2022	2021
Bank loans	139,341	136,596
Amounts owed to LRGS	30,000	266,143
Trade creditors	83	805
Accruals and deferred income	3,024	2,519
Corporation Tax	-	-
	<u>172,448</u>	<u>406,063</u>

Lancaster Royal Grammar School Charity

Notes forming part of the financial statements

For the year ended 31 August 2022

12 Creditors falling due after one year

	2022	2021
Bank loans	690,463	823,491
Amounts owed to LRGS (note 15)	174,426	-
	<u>864,889</u>	<u>823,491</u>

£593,310 of the bank loan is secured by way of a legal charge over Gardyner House, Quernmore Road, Lancaster.

£236,494 of the bank loan is secured by way of a legal charge over Storey House, East Road, Lancaster.

The following aggregate liabilities disclosed under creditors falling due after more than one year are due for repayment after more than five years from the balance sheet date:

	2022	2021
Bank loan	85,385	236,645
Amounts owed to LRGS (note 15)	54,426	-
	<u>139,811</u>	<u>236,645</u>

The Barclays bank loan drawn down in August 2008 is repayable in 240 monthly instalments from the first drawdown date. Half of the loan is repayable at a fixed rate of 5.85% and the remaining half at 0.49% over the Barclays Bank variable rate.

The Yorkshire bank loan drawn down in July 2012 is repayable in 180 monthly instalments from the first drawdown date. Half the loan is repayable at a fixed rate of 4.91% and the remaining half at 2.5% over the 3 month BBA Sterling LIBOR rate.

Lancaster Royal Grammar School Charity

Notes forming part of the financial statements

For the year ended 31 August 2022

13 Funds

	Endowment Fund £	Development Appeal Fund £	Sedgwick Bequest for Works of Art £	Lune Scholarship £	Opportunities fund £	Total £
Opening balance at 1 September 2021	1,471,023	63,773	131	9,096	11,687	1,555,710
Net (outgoing)/ incoming resources	131,587	54,202	-	11,186	(1,464)	195,511
Transfers	72,095	(72,095)	-	-	-	-
	<u>1,674,705</u>	<u>45,880</u>	<u>131</u>	<u>20,282</u>	<u>10,223</u>	<u>1,751,221</u>

The £72,095 transfer relates to an historic Imbalance in the Endowment fund corrected in 31 August 2022

Comparative information in respect of the previous period is as follows:

	Endowment Fund £	Development Appeal Fund £	Sedgwick Bequest for Works of Art £	Lune Scholarship £	Opportunities fund £	Total £
Opening balance at 1 September 2020	1,322,957	96,623	131	7,659	10,487	1,437,857
Net (outgoing)/ incoming resources	148,066	(32,850)	-	1,437	1,200	117,853
	<u>1,471,023</u>	<u>63,773</u>	<u>131</u>	<u>9,096</u>	<u>11,687</u>	<u>1,555,710</u>

Lancaster Royal Grammar School Charity

Notes forming part of the financial statements

For the year ended 31 August 2022

FUND PURPOSES

The specific purposes for which funds are to be applied are as follows:

Endowment Fund

This fund relates to servicing the loans on the boarding houses that are rented to Lancaster Royal Grammar School and to external groups during the school holidays.

Development Appeal Fund

This fund provides support to Lancaster Royal Grammar School for capital and revenue projects that support the education of the pupils at the school

Sedgwick Bequest for Works of Art

This fund supports the purchase and display of works of art for the encouragement of boys in their artistic endeavours.

Lune Scholarship

This fund supports boys from disadvantaged backgrounds with the provision of grants to enable them to attend the school and participate in a wide range of activities

Opportunities Fund

This fund supports boys from disadvantaged backgrounds to enable them to take a place on a school trip that will have a significant impact on their education.

Lancaster Royal Grammar School Charity

Notes forming part of the financial statements

For the year ended 31 August 2022

14 Analysis of group net assets between funds

Analysis of charity net assets between funds for 2022

	Endowment Fund	Development Appeal Fund	Sedgwick Bequest for Works of Art	Lune Scholarship	Opportunities fund	Total
	£	£	£	£	£	£
Tangible fixed assets	2,500,000	-				2,500,000
Investments	4,509	-		-		4,509
Debtors	-	4,000				4,000
Cash at bank	-	249,413	131	20,282	10,223	280,049
Creditors	(829,804)	(207,533)				(1,037,337)
	<u>1,674,705</u>	<u>45,880</u>	<u>131</u>	<u>20,282</u>	<u>10,223</u>	<u>1,751,221</u>

Analysis of charity net assets between funds for 2021

	Endowment Fund	Development Appeal Fund	Sedgwick Bequest for Works of Art	Lune Scholarship	Opportunities fund	Total
	£	£	£	£	£	£
Tangible fixed assets	2,500,000	-				2,500,000
Investments	4,754	-		15,487		20,241
Debtors	-	5,237				5,237
Cash at bank	-	254,359	131	(6,391)	11,687	259,786
Creditors	(1,033,731)	(195,823)				(1,229,554)
	<u>1,471,023</u>	<u>63,773</u>	<u>131</u>	<u>9,096</u>	<u>11,687</u>	<u>1,555,710</u>

Lancaster Royal Grammar School Charity

Notes forming part of the financial statements

For the year ended 31 August 2022

15 Related Party Transactions

The Charity has a number of related costs with the main school. Normally the school incurs the cost, and then a proportion of the cost is recharged to the Charity at a fair estimate.

All the staff costs of the Charity are recharges from the main school. The school employs all members of staff, and then recharges either their whole cost or a proportion of their cost, based on work undertaken for the Charity.

In the year £80,340 (2021: £93,631) in staff costs were recharged by the school to the Charity.

There was an average of 2 FTE staff recharges to the charity in the year (2021: 2)

The analysis of staff costs is shown below:

	2022	2021
Gross salaries	59,916	69,819
Social Security Costs	8,268	9,634
Superannuation	12,156	14,178
	<u>80,340</u>	<u>93,631</u>

The Charity has no actual employees of its own, due to this no employees had employee benefits in excess of £60,000 in this or the previous year, there was also no key personnel remuneration.

There was no trustee' expenses paid for the year ended 31 August 2022 nor for the year ended 31 August 2021.

Included within creditors is an amount of £204,426 owed to the school (2021: £266,143). An agreement has been reached between the Charity and the school that this amount will be repaid at a rate of £30,000 pa up to the year ending 31 August 2027 with the remaining balance being repaid in the year ending 31 August 2028.