

Lancaster Royal Grammar School Charity

Unaudited Financial Statements for the year ended 31 August 2023

Charity Registration Number: 526602

Lancaster Royal Grammar School Charity

Financial Statements

For the year ended 31 August 2023

Contents	Page:
Trustees report	1
Independent Examiners' Report	5
Statement of Financial Activities	6
Statement of Financial Position	7
Notes to the financial statements	8

Lancaster Royal Grammar School Charity

Officers and Professional Advisors

Trustees

Prof M Alexander (Resigned June 2023)
Mr A R Collinson
Mr P Fitton (Resigned September 2022)
Mr M Fisher
Mrs W Preston
Mr P Dyer (Appointed December 2022)
Dr R Jackson (Appointed December 2022)
Mr H Roberts (Appointed December 2022)
Mr Donald Wilkinson (Appointed June 2023)

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 2023

The trustees present their report and the unaudited financial statements of the charity for the year ended 31 August 2023.

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 administered during the year the following connected registered charities:-

Charity Name	Charity Number
The LRGS Prizes Charity	1090614
The LRGS Boarding Charity	1090615
The LRGS Leaving Exhibition Charity (Closed Sept 2023)	1090829
The LRGS British School Scholarships Charity (closed Feb 2023)	1090834

The Charity is also connected with Lancaster Royal Grammar School, which has been an Academy school since the 15 April 2011.

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 2023

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 £224,813 (2022: £308,137). 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 £148,793 (2022: £137,603). 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 £18,934 (2022: £nil). Rental of the facilities had not been possible during the COVID-19 period but is started to return to more normal levels in 2023.

Lancaster Royal Grammar School Charity

Report of the Trustees (continued)

For the year ended 31 August 2023

FINANCIAL REVIEW

Review of financial position of the charity

The Charity's total funds increased by £174,361 (2022: £195,511) during the year, this was after grants made totalling £148,793 (2022: £137,603). 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 2023 were £1,925,582 (2022: £1,751,221)

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 2023

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 13 June 2024

Lancaster Royal Grammar School Charity

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

For the year ended 31 August 2023

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 2023.

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: 18 June 2024

Lancaster Royal Grammar School Charity

Statement of Financial Activities

For the year ended 31 August 2023

	Note	Endowment £	Unrestricted £	Year to August 2023 Total £	Year to August 2022 Total £
Incoming resources					
Income from generated funds					
Income from donations, legacies and grant income	3		224,813	224,813	308,137
Income from other trading activities	4	193,934		193,934	175,000
Investment income	5	1,630		1,630	170
Total incoming resources		195,564	224,813	420,377	483,307
Resources expended					
Cost of raising funds					
Cost of generating voluntary income	6		51,353	51,353	106,610
Costs for generating funds:					
Mortgage Interest		45,783		45,783	36,812
		45,783	51,353	97,136	143,422
Corporation Tax		-	-	-	-
Expenditure on Charitable activities	7	-	148,793	148,793	137,603
Total resources expended		45,783	200,146	245,929	281,025
Net incoming/(outgoing) resources before transfers		149,781	24,667	174,448	202,282
Transfers		(16,628)	16,628	-	-
Net incoming/(outgoing) resources before other recognised gains and losses		133,153	41,295	174,448	202,282
Net Realised/Unrealised gains/(losses) on investments		(87)	-	(87)	(6,771)
Net movement in funds		133,066	41,295	174,361	195,511
Reconciliation of funds					
Total funds brought forward at 1 September 2022		1,674,705	76,516	1,751,221	1,555,710
Total funds carried forward at 31 August 2023		1,807,771	117,811	1,925,582	1,751,221

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 2023

	Note	Year to August 2023 Total £	Year to August 2022 Total £
Fixed assets	8	2,500,000	2,500,000
Investments	9	4,422	4,509
Current Assets			
Debtors	10	23,143	4,000
Cash at bank		273,964	280,049
		<u>297,107</u>	<u>284,049</u>
Creditors falling due within one year	11	<u>(325,452)</u>	<u>(172,448)</u>
Net current assets / (liabilities)		(28,345)	111,601
Total assets less current liabilities		2,476,077	2,616,110
Creditors falling due after one year	12	<u>(550,495)</u>	<u>(864,889)</u>
Net assets		<u>1,925,582</u>	<u>1,751,221</u>
Represented by			
Endowment fund	13	1,807,771	1,674,705
Development appeal fund	13	99,381	45,880
Sedgwick request for works of art	13	131	131
Lune scholarship	13	12,505	20,282
Opportunities fund	13	5,794	10,223
		<u>1,925,582</u>	<u>1,751,221</u>

These financial statements were approved by the Trustees and authorised for issue on 13 June 2024 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 2023

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 2023

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 £175,000. 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 2023

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 2023

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

	2023	2022
Staff costs	35,319	80,340
Independent examination	3,696	3,528

3 Incoming resources from charitable activities

	2023	2022
Covenants/Gift Aid Donations	166,315	195,986
Income Tax Recoverable	24,090	24,465
Inspirus Project Donations	14,158	50,686
Legacies	20,250	37,000
	<u>224,813</u>	<u>308,137</u>

Transfer of assets

In 2022 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

	2023	2022
Rental income – LRGS	175,000	175,000
Rental income	18,934	
	<u>193,934</u>	<u>175,000</u>

5 Investment income

	2023	2022
COIF Dividends	645	139
Bank interest	985	31
	<u>1,630</u>	<u>170</u>

6 Cost of Generating Voluntary income

	2023	2022
Staff costs	36,120	80,340
Travel, Accommodation and Hospitality	2,330	12,599
Other costs	7,909	10,143
Accounting Services	4,994	3,528
	<u>51,353</u>	<u>106,610</u>

Lancaster Royal Grammar School Charity

Notes forming part of the financial statements

For the year ended 31 August 2023

7 Charitable activities

	2023	2022
Grants made to school in respect of:		
- Donation toward the School	50,217	46,131
- Donations toward School equipment	-	626
- Donations toward Rowing Equipment	4,717	-
- Pupils Scholarships via Lune Scholarship	9,827	10,027
- InspirUS Costs	26,476	26,364
- Extra Curricular / Annual Fund	52,457	50,954
- Bursaries	350	1,755
- Opportunities Fund	4,249	1,647
- Donations of Lettings Income	-	-
- Classics Funding	500	100
	<u>148,793</u>	<u>137,603</u>

8 Tangible Fixed Assets

	Freehold Land & Buildings	Total
At cost		
Balance at 1 September 2022	2,500,000	2,500,000
Additions	-	-
Disposals	-	-
Balance at 31 August 2023	<u>2,500,000</u>	<u>2,500,000</u>
Depreciation		
Balance at 1 September 2022	-	-
Depreciation charge year	-	-
Balance at 31 August 2023	<u>-</u>	<u>-</u>
Net book value		
At 31 August 2023	<u>2,500,000</u>	<u>2,500,000</u>
At 31 August 2022	<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 2023

9 Investments

	235/11,939 COIF units	UK Equities	Total
Cost			
Balance at 1 September 2022	1,206	-	1,206
Additions in the year	-	-	-
Disposals in the year	-	-	-
Balance at 31 August 2023	<u>1,206</u>	<u>-</u>	<u>1,206</u>
Market value			
Balance at 1 September 2022	4,509	-	4,509
Additions in the year	-	-	-
Changes in the year	(87)	-	(87)
Balance at 31 August 2023	<u>4,422</u>	<u>-</u>	<u>4,422</u>

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

10 Debtors

	2023	2022
Rent on Summer Lets	-	-
Accrued legacy income	20,000	-
Income tax on gift aid and covenants	3,143	4,000
	<u>23,143</u>	<u>4,000</u>

11 Creditors due within one year

	2023	2022
Bank loans	146,156	139,341
Amounts owed to LRGS	174,554	30,000
Trade creditors	1,382	83
Accruals and deferred income	3,360	3,024
Corporation Tax	-	-
	<u>325,452</u>	<u>172,448</u>

Lancaster Royal Grammar School Charity

Notes forming part of the financial statements

For the year ended 31 August 2023

12 Creditors falling due after one year

	2023	2022
Bank loans	550,495	690,463
Amounts owed to LRGS (note 15)	-	174,426
	<u>550,495</u>	<u>864,889</u>

£504,598 of the bank loan is secured by way of a legal charge over Gardyner House, Quernmore Road, Lancaster.

£192,053 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:

	2023	2022
Bank loan	-	85,385
Amounts owed to LRGS (note 15)	-	54,426
	<u>-</u>	<u>139,811</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 2023

13 Funds

	Endowment Fund £	Development Appeal Fund £	Sedgwick Bequest for Works of Art £	Lune Scholarship £	Opportunities fund £	Total £
Opening balance at 1 September 2022	1,674,705	45,880	131	20,282	10,223	1,751,221
Net (outgoing)/ incoming resources	149,694	36,873	-	(7,777)	(4,429)	174,361
Transfers	(16,628)	16,628	-	-	-	-
	<u>1,807,771</u>	<u>99,381</u>	<u>131</u>	<u>12,505</u>	<u>5,794</u>	<u>1,925,582</u>

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 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

Lancaster Royal Grammar School Charity

Notes forming part of the financial statements

For the year ended 31 August 2023

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 2023

14 Analysis of group net assets between funds

Analysis of charity net assets between funds for 2023

	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	4,422	-		-		4,422
Debtors	-	23,143				23,143
Cash at bank	-	255,534	131	12,505	5,794	273,964
Creditors	(696,651)	(179,296)				(875,947)
	<u>1,807,771</u>	<u>99,381</u>	<u>131</u>	<u>12,505</u>	<u>5,794</u>	<u>1,925,582</u>

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>1,471,023</u>	<u>45,880</u>	<u>131</u>	<u>20,282</u>	<u>10,223</u>	<u>1,751,221</u>

Lancaster Royal Grammar School Charity

Notes forming part of the financial statements

For the year ended 31 August 2023

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 £36,120 (2022: £80,340) in staff costs were recharged by the school to the Charity.

There was an average of 1 FTE staff recharges to the charity in the year (2022: 2)

The analysis of staff costs is shown below:

	2023	2022
Gross salaries	27,868	59,916
Social Security Costs	1,695	8,268
Superannuation	6,557	12,156
	<u>36,120</u>	<u>80,340</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 2023 nor for the year ended 31 August 2022.

Included within creditors is an amount of £174,554 owed to the school (2022: £204,426). An agreement was 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. The Charity is expecting a substantial legacy in the year ending 31 August 2024 and has committed to using this legacy to repay the school in full; consequently, the full balance is shown in creditors due within one year.