

# Dallam School Charity and its Subsidiary Charities

## Notes to the Financial Statements for the Year Ended 31 March 2021 (continued)

### 18. Analysis of Net Assets Between Funds

Fund balances at 31 March 2021 are represented by:

	Unrestricted Funds £	Restricted General Funds £	Endowment Funds Permanent £	Total Funds £
Tangible fixed assets	1,321,859	-	128,593	1,450,452
Fixed asset investment	-	-	559,992	559,992
Current assets	220,500	1,511		222,011
Current liabilities	(423,607)	-	-	(423,607)
Long term creditors	(570,320)	-	-	(570,320)
<b>Total Net Assets</b>	<b>548,432</b>	<b>1,511</b>	<b>688,585</b>	<b>1,238,528</b>

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

	Unrestricted Funds £	Restricted General Funds £	Restricted Fixed Asset Funds £	Total Funds £
Tangible fixed assets	1,302,462	-	129,990	1,432,452
Fixed asset investment	-	-	445,066	445,066
Current assets	211,722	-		211,722
Current liabilities	(419,270)	-		(419,270)
Long term creditors	(699,721)	-		(699,721)
<b>Total Net Assets</b>	<b>395,193</b>	<b>-</b>	<b>575,056</b>	<b>970,249</b>

# **Dallam School Charity and its Subsidiary Charities**

## **Notes to the Financial Statements for the Year Ended 31 March 2021 (continued)**

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

### **Purposes of unrestricted funds**

The trustees have set aside funds for resurfacing the tennis court.

During 2001 to 2005 the trustees had a Foundation Appeal for the development of the buildings and curriculum at the school. Total funds received to date, including bank interest on deposited sums, amount to £3,136 (2020: £3,136) and are held in a bank deposit account.

### **Purposes of restricted funds**

Where it is not possible for payments to be made towards the principal purposes of the Dallam Tower Exhibition Fund and the Argles Exhibition Foundation, payments may instead be applied for the provision of special pupil benefits or otherwise for the general benefit of the school.

In the year ended 31st March 2021 £3,094 (2020: £2,983) of the income of these funds was reapplied within the class of restricted funds for the provision of prizes.

### **Purposes of endowment funds**

The charity owns the land and buildings on which Dallam School operates and these form a permanent endowment for the objects of supporting the school.

The proceeds of the sale of the "Old Grammar School", £312,005, are presently invested in a managed portfolio through Robert Meacock and Company. The market valuation at 31st March 2021 was £354,779 (2020: £275,938) after taking into account reinvested income units and unrealised gains and losses.

By recoupment order of the Charity Commissioners, Dallam School Charity is required to replace from general funds the value of permanent endowment assets by investment and accumulation of income as shown in note 15.

The restricted income endowment funds include the Prize Fund, Dallam Tower Exhibition, Argles Exhibition Foundation, Scholarship Fund.

Where it is not possible for payments to be made towards the principal purposes of the Dallam Tower Exhibition Fund and the Argles Exhibition Foundation, payments may instead be applied for the provision of special pupil benefits or otherwise for the general benefit of the school.

The general investment endowments relate to investments given to the charity to generate funds for general purposes.

## Dallam School Charity and its Subsidiary Charities

### Notes to the Financial Statements for the Year Ended 31 March 2021 (continued)

17. Funds	Balance at 01-Apr 2019	Incoming resources	Resources expended	Gains Losses Transfers	Other recognised gains/(losses)	Balance at 31-Mar 2020
	£	£	£	£	£	£
<b>Endowment Funds</b>						
Permanent endowment funds						
Endowment of land and buildings	670,115	15,469	-	-	(110,528)	575,056
<b>Total Endowment Funds</b>	<u>670,115</u>	<u>15,469</u>	<u>-</u>	<u>-</u>	<u>(110,528)</u>	<u>575,056</u>
<b>Restricted Funds</b>						
Restricted funds	-	3,033	(3,033)	-	-	-
<b>Total Restricted Funds</b>	<u>-</u>	<u>3,033</u>	<u>(3,033)</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Unrestricted Funds</b>						
General Unrestricted Funds	223,410	295,916	(146,057)	-	388	373,657
Tennis Court resurfacing	18,400	-	-	-	-	18,400
Foundation Appeal	3,136	-	-	-	-	3,136
<b>Total Unrestricted Funds</b>	<u>244,946</u>	<u>295,916</u>	<u>(146,057)</u>	<u>-</u>	<u>388</u>	<u>395,193</u>
<b>Total Funds</b>	<u>915,061</u>	<u>314,418</u>	<u>(149,090)</u>	<u>-</u>	<u>(110,140)</u>	<u>970,249</u>

# Dallam School Charity and its Subsidiary Charities

## Notes to the Financial Statements for the Year Ended 31 March 2021 (continued)

### 16. Commitments

#### Capital commitments

By recoupment order of the Charity Commissioners, Dallam School Charity is required to replace from general funds the value of permanent endowment assets by investment and accumulation of income as follows:

The total amount contracted for but not provided in the financial statements was £Nil (2020 - £Nil).

Value of land sold	Recoupment order	Rate of recoupment	Period of recoupment
£15,000	22 May 1986	£135 p.a	40 years
£14,000	15 April 1987	£126 p.a	40 years

In the year ended 31st March 2021 £nil (2020: £nil) was transferred from the general fund in furtherance of the order.

Recoupment monies are invested in COIF accumulation shares, the value of which at 31st March 2021 was £34,269 (2020 £27,556).

17. Funds	Balance at 01-Apr 2020	Incoming resources	Resources expended	Gains Losses Transfers	Other recognised gains/(losses)	Balance at 31-Mar 2021
	£	£	£	£	£	£
<b>Endowment Funds</b>						
Permanent endowment funds						
Endowment of land and buildings	575,056	9,842	-	-	103,687	688,585
<b>Total Endowment Funds</b>	<u>575,056</u>	<u>9,842</u>	<u>-</u>	<u>-</u>	<u>103,687</u>	<u>688,585</u>
<b>Restricted Funds</b>						
Restricted funds	-	3,094	(1,583)	-	-	1,511
<b>Total Restricted Funds</b>	<u>-</u>	<u>3,094</u>	<u>(1,583)</u>	<u>-</u>	<u>-</u>	<u>1,511</u>
<b>Unrestricted Funds</b>						
General Unrestricted Funds	373,657	295,612	(143,770)	-	1,397	526,896
Tennis Court resurfacing	18,400	-	-	-	-	18,400
Foundation Appeal	3,136	-	-	-	-	3,136
<b>Total Unrestricted Funds</b>	<u>395,193</u>	<u>295,612</u>	<u>(143,770)</u>	<u>-</u>	<u>1,397</u>	<u>548,432</u>
<b>Total Funds</b>	<u>970,249</u>	<u>308,548</u>	<u>(145,353)</u>	<u>-</u>	<u>105,084</u>	<u>1,238,528</u>

# Dallam School Charity and its Subsidiary Charities

## Notes to the Financial Statements for the Year Ended 31 March 2021 (continued)

<b>12. Fixed asset investments</b>	<b>2021</b>	<b>2020</b>
	<b>£</b>	<b>£</b>
Other investments	<u>559,992</u>	<u>445,066</u>
	<u>559,992</u>	<u>445,066</u>
	<b>Listed</b>	
	<b>Investments</b>	<b>Total</b>
	<b>£</b>	<b>£</b>
<b>Cost or Valuation</b>		
At 01 April 2020	445,066	445,066
Revaluation	105,084	105,084
Additions	9,842	9,842
Disposals	0	0
At 31 March 2021	<u>559,992</u>	<u>559,992</u>
<b>Net book value</b>		
At 31 March 2021	<u><u>559,992</u></u>	<u><u>559,992</u></u>
At 31 March 2020	<u><u>445,066</u></u>	<u><u>445,066</u></u>
<b>13 Debtors</b>	<b>2021</b>	<b>2020</b>
	<b>£</b>	<b>£</b>
Other debtors	<u>5,757</u>	<u>5,757</u>
	<u>5,757</u>	<u>5,757</u>
<b>14. Creditors: amounts falling due within one year</b>	<b>2021</b>	<b>2020</b>
	<b>£</b>	<b>£</b>
Bank loans	128,350	121,917
Deferred income	290,700	290,700
Accruals	<u>4,557</u>	<u>6,653</u>
	<u>423,607</u>	<u>419,270</u>
Deferred income comprises:		
Dallam School boarding house rent	<u>290,700</u>	<u>290,700</u>
	<u>290,700</u>	<u>290,700</u>
<b>15. Creditors: amounts falling due after more than one year</b>	<b>2021</b>	<b>2020</b>
	<b>£</b>	<b>£</b>
Bank loans	<u>570,320</u>	<u>699,721</u>
	<u>570,320</u>	<u>699,721</u>

# Dallam School Charity and its Subsidiary Charities

## Notes to the Financial Statements for the Year Ended 31 March 2021 (continued)

### 11. Tangible Fixed Assets

	Land & Buildings	Total
	£	£
<b>Cost</b>		
At 01 April 2020	1,432,452	1,432,452
Additions	18,000	18,000
Disposals	-	-
At 31 March 2021	<u>1,450,452</u>	<u>1,450,452</u>
<b>Depreciation</b>		
At 01 April 2020	-	-
Disposals	-	-
Charge in year	-	-
At 31 March 2021	<u>-</u>	<u>-</u>
<b>Net book value</b>		
At 31 March 2021	<u>1,450,452</u>	<u>1,450,452</u>
At 31 March 2020	<u>1,432,452</u>	<u>1,432,452</u>

Freehold land and buildings held for functional use:

During the year ended 31 March 2019 trustees purchased the former Heversham St Peters C of E Primary School for the sum of £330,000 and entered into a three year leasehold agreement with Dallam School at a peppercorn rent.

By a number of conveyances from 1874 to 1974 Dallam School Charity acquired the land and buildings of the Heversham site of Dallam School; a large part of the Milnthorpe school site land and buildings was acquired on 10th February 1988.

Land not presently used for educational purposes comprises:

- i) Wilson Field, part let for grazing;
- ii) land at Heversham let to the Parish Council for a nominal rent and used as a children's playground;

Land held before 1996 has been brought in at a nominal value of £1,000 as this is used by the trustees to fulfil their charitable objectives and should be recorded at cost. The cost is historical and collating this would cost more than the value of having such a cost figure in the accounts. The total value of land and buildings owned by the charity was assessed as £3.1m for lending purposes by the bank.

## Dallam School Charity and its Subsidiary Charities

### Notes to the Financial Statements for the Year Ended 31 March 2021 (continued)

#### 6. Other expenditure

	Unrestricted Funds £	Restricted Funds £	Year Ended 2021 £	Year Ended 2020 £
Bank loan interest	32,700	-	32,700	40,402
	<u>32,700</u>	<u>-</u>	<u>32,700</u>	<u>40,402</u>
2020 total	<u>40,402</u>	<u>-</u>	<u>40,402</u>	

#### 7. Analysis of governance and support costs

	Unrestricted Funds £	Restricted Funds £	Year Ended 2021 £	Year Ended 2020 £
Independent examiner fees				
Examination of the financial statements	350	350	700	100
Legal fees	5,720	-	5,720	605
	<u>6,070</u>	<u>350</u>	<u>6,420</u>	<u>705</u>
2020 total	<u>655</u>	<u>50</u>	<u>705</u>	

#### 8. Trustee remuneration and expenses

No trustees, nor any persons connected with them, have received any remuneration from the charity during the year.

No trustees have received any reimbursed expenses or any other benefits from the charity during the year.

#### 9. Independent examiner's remuneration

	2021 £	2020 £
Examination of the financial statements	<u>700</u>	<u>100</u>

#### 10. Taxation

The Charity is a registered charity and is therefore exempt from taxation.

# Dallam School Charity and its Subsidiary Charities

## Notes to the Financial Statements for the Year Ended 31 March 2021 (continued)

### 5. Expenditure on charitable activities

Charitable Activities by fund	Unrestricted Funds £	Restricted Funds £	Year Ended 2021 £	Year Ended 2020 £
Scholarships, awards and prizes	-	1,233	1,233	2,983
Donations to Dallam School for;				
General	100,000	-	100,000	100,000
Tennis Court	2,000	-	2,000	2,000
Tristrams	-	-	-	-
Library	3,000	-	3,000	3,000
Boarding extension	-	-	-	-
Governance costs	6,070	350	6,420	705
	<u>111,070</u>	<u>1,583</u>	<u>112,653</u>	<u>108,688</u>
2020 total	<u>105,655</u>	<u>3,033</u>	<u>108,688</u>	

Charitable Activities by activity	Activity undertaken directly £	Grant funding of activity £	Year Ended 2021 £	Year Ended 2020 £
Scholarships, awards and prizes	1,233	-	1,233	2,983
Donations to Dallam School for;				
General	-	100,000	100,000	100,000
Tennis Court	-	2,000	2,000	2,000
Tristrams	-	-	-	-
Library	-	3,000	3,000	3,000
Boarding extension	-	-	-	-
Governance costs	700	-	700	705
	<u>1,933</u>	<u>105,000</u>	<u>106,933</u>	<u>108,688</u>

£111,070 (2020: £105,655) of the above expenditure was attributable to unrestricted funds and £1,583 (2020: £3,033) to restricted funds.

In addition to the expenditure analysed above, there are also governance costs of £6,420 (2020: £705) which relate directly to charitable activities. See note 7 for further details.



# Dallam School Charity and its Subsidiary Charities

## Notes to the Financial Statements for the Year Ended 31 March 2021 (continued)

### 1. Statement of Accounting Policies (Continued)

#### Fair value measurement

The best evidence of fair value is a quoted price for an identical asset in an active market. When quoted prices are unavailable, the price of a recent transaction for an identical asset provides evidence of fair value as long as there has not been a significant change in economic circumstances or a significant lapse of time since the transaction took place. If the market is not active and recent transactions of an identical asset on their own are not a good estimate of fair value, the fair value is estimated by using a valuation technique.

### 2 Income from charitable activities

	Unrestricted Funds £	Restricted Funds £	Year Ended 2021 £	Year Ended 2020 £
Rent from Dallam School for boarding house	290,700	-	290,700	290,700
	290,700	-	290,700	290,700
2020 total	290,700	-	290,700	

### 3. Income from other trading activities

	Unrestricted Funds	Restricted Funds	Year Ended 2021	Year Ended 2020
Tennis court user fees	2,000	-	2,000	2,000
	2,000	-	2,000	2,000
2020 total	2,000	-	2,000	

### 4. Investment Income

	Unrestricted Funds £	Restricted Funds £	Endowment Funds £	Year Ended 2021 £	Year Ended 2020 £
Dividends receivable from other listed investments	1,880	3,094	9,842	14,816	20,345
Other income from fixed asset investments	826			826	826
Other investment income	206			206	547
	2,912	3,094	9,842	15,848	21,718
2020 total	3,216	3,033	15,469	21,718	

# Dallam School Charity and its Subsidiary Charities

## Notes to the Financial Statements for the Year Ended 31 March 2021 (continued)

### 1. Statement of Accounting Policies (*Continued*)

#### *Debt instruments*

Debt instruments which meet the following conditions are subsequently measured at amortised cost using the effective interest method:

(a) The contractual return to the holder is (i) a fixed amount; (ii) a positive fixed rate or a positive variable rate; or (iii) a combination of a positive or a negative fixed rate and a positive variable rate.

(b) The contract may provide for repayments of the principal or the return to the holder (but not both) to be linked to a single relevant observable index of general price inflation of the currency in which the debt instrument is denominated, provided such links are not leveraged.

(c) The contract may provide for a determinable variation of the return to the holder during the life of the instrument, provided that (i) the new rate satisfies condition (a) and the variation is not contingent on future events other than (1) a change of a contractual variable rate; (2) to protect the holder against credit deterioration of the issuer; (3) changes in levies applied by a central bank or arising from changes in relevant taxation or law; or (ii) the new rate is a market rate of interest and satisfies condition (a).

(d) There is no contractual provision that could, by its terms, result in the holder losing the principal amount or any interest attributable to the current period or prior periods.

(e) Contractual provisions that permit the issuer to prepay a debt instrument or permit the holder to put it back to the issuer before maturity are not contingent on future events, other than to protect the holder against the credit deterioration of the issuer or a change in control of the issuer, or to protect the holder or issuer against changes in levies applied by a central bank or arising from changes in relevant taxation or law.

(f) Contractual provisions may permit the extension of the term of the debt instrument, provided that the return to the holder and any other contractual provisions applicable during the extended term satisfy the conditions of paragraphs (a) to (c).

Debt instruments that are classified as payable or receivable within one year on initial recognition and which meet the above conditions are measured at the undiscounted amount of the cash or other consideration expected to be paid or received, net of impairment.

With the exception of some hedging instruments, other debt instruments not meeting these conditions are measured at fair value through profit or loss.

Commitments to make and receive loans which meet the conditions mentioned above are measured at cost (which may be nil) less impairment.

#### *Investments*

Investments in non-convertible preference shares and non-puttable ordinary or preference shares (where shares are publicly traded or their fair value is reliably measurable) are measured at fair value through profit or loss. Where fair value cannot be measured reliably, investments are measured at cost less impairment.

Investments in subsidiaries and associates are measured at cost less impairment. For investments in subsidiaries acquired for consideration including the issue of shares qualifying for merger relief, cost is measured by reference to the nominal value of the shares issued plus fair value of other consideration. Any premium is ignored.

# Dallam School Charity and its Subsidiary Charities

## Notes to the Financial Statements for the Year Ended 31 March 2021 (continued)

### 1. Statement of Accounting Policies (*Continued*)

#### **Borrowings**

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless there has been an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

#### **Fund structure**

Unrestricted income funds are general funds that are available for use at the trustee's discretion in furtherance of the objectives of the Charity.

Designated funds are unrestricted funds are resources set aside for specific purposes at the discretion of the trustees.

Restricted income funds are those donated for use in a particular area or for specific purposes, the use of which is restricted to that area or purpose.

#### **Financial Instruments**

##### *Classification*

Financial assets and financial liabilities are recognised when the Charity becomes a party to the contractual provisions of the instrument.

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the charity after deducting all of its liabilities.

##### *Recognition and measurement*

All financial assets and liabilities are initially measured at transaction price (including transaction costs), except for those financial assets classified as at fair value through profit or loss, which are initially measured at fair value (which is normally the transaction price excluding transaction costs), unless the arrangement constitutes a financing transaction. If an arrangement constitutes a financing transaction, the financial asset or financial liability is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Financial assets and liabilities are only offset in the statement of financial position when, and only when there exists a legally enforceable right to set off the recognised amounts and the Charity intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

Financial assets are derecognised when and only when a) the contractual rights to the cash flows from the financial asset expire or are settled, b) the Charity transfers to another party substantially all of the risks and rewards of ownership of the financial asset, or c) the Charity, despite having retained some, but not all, significant risks and rewards of ownership, has transferred control of the asset to another party.

Financial liabilities are derecognised only when the obligation specified in the contract is discharged, cancelled or expires.

# Dallam School Charity and its Subsidiary Charities

## Notes to the Financial Statements for the Year Ended 31 March 2021 (continued)

### 1. Statement of Accounting Policies (*Continued*)

#### *Grant provisions*

Provisions for grants are made when the intention to make a grant has been communicated to the recipient but there is uncertainty about either the timing of the grant or the amount of grant payable.

#### **Governance costs**

These include the costs attributable to the Charity's compliance with constitutional and statutory requirements, including audit, strategic management and Trustee's meetings and reimbursed expenses.

#### **Taxation**

The Charity is considered to pass the tests set out in Paragraph I Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the Charity is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

#### **Tangible fixed assets**

Tangible fixed assets are stated at cost less accumulated depreciation. Depreciation is provided at rates calculated to write off the cost less residual value of each asset over its expected useful life, as follows:

Land and buildings - not depreciated but reviewed for impairment annually

Costs of assets acquired before 1996 are not available. A nominal value of £1,000 has been used for land and buildings owned by the charity before 1996.

#### **Fixed assets investments**

Fixed asset investments, other than programme related investments, are included at market value at the balance sheet date. Realised gains and losses on investments are calculated as the difference between sales proceeds and their market value at the start of the year, or their subsequent cost, and are charged or credited to the Statement of Financial Activities in the period of disposal.

Unrealised gains and losses represent the movement in market values during the year and are credited or charged to the Statement of Financial Activities based on the market value at the year end.

#### **Trade debtors**

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the charity will not be able to collect all amounts due according to the original terms of the receivables.

#### **Cash and cash equivalents**

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

# Dallam School Charity and its Subsidiary Charities

## Notes to the Financial Statements for the Year Ended 31 March 2021

### 1. Statement of Accounting Policies

#### **Statement of compliance**

The financial statements have been prepared 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 issued in October 2019 - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Charities Act 2011.

#### **Basis of preparation**

Dallam School Charity and its Subsidiary Charities 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 notes.

The financial statements are presented in sterling which is the functional currency of the charity and rounded to the nearest £.

Dallam School Charity is an unincorporated charity registered in England (Registration No. 526965) also incorporating smaller subsidiary charities with similar objects - please see "Nature of governing document" in the Trustees Report.

#### **Exemption from preparing a cash flow statement**

The Charity opted to early adopt Bulletin 1 published on 2 February 2016 and have therefore not included a cash flow statement in these financial statements.

#### **Going concern**

The trustees consider that there are no material uncertainties about the Charity's ability to continue as a going concern.

#### **Income and endowments**

##### *Investment income*

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the Charity; this is normally upon notification of the interest paid or payable by the bank.

#### **Expenditure**

All expenditure is recognised once there is a legal or constructive obligation to that expenditure, it is probable settlement is required and the amount can be measured reliably. All costs are allocated to the applicable expenditure heading that aggregate similar costs to that category. Where costs cannot be directly attributed to particular headings they have been allocated on a basis consistent with the use of resources, with central staff costs allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use. Other support costs are allocated based on the spread of staff costs.

#### **Charitable activities**

Charitable expenditure comprises those costs incurred by the Charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

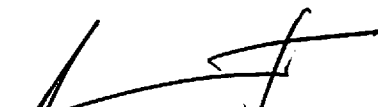
# Dallam School Charity and its Subsidiary Charities

(Registration number: 526965)

## Balance Sheet as at 31 March 2021

		2021		2020	
	Note	£	£	£	£
<b>Fixed assets</b>					
Tangible assets	11	1,450,452		1,432,452	
Investments	12	<u>559,992</u>		<u>445,066</u>	
			2,010,444		1,877,518
<b>Current assets</b>					
Debtors	13	5,757		5,757	
Cash at bank and in hand		<u>216,254</u>		<u>205,965</u>	
		222,011		211,722	
<b>Liabilities</b>					
Creditors: amount falling due within one year	14	<u>(423,607)</u>		<u>(419,270)</u>	
<b>Net current assets</b>			<u>(201,596)</u>		<u>(207,548)</u>
<b>Total Assets less current liabilities</b>			1,808,848		1,669,970
Creditors: amount falling due after more than one year	15		<u>(570,320)</u>		<u>(699,721)</u>
<b>Total Net Assets</b>			<u>1,238,528</u>		<u>970,249</u>
<b>Funds of the charity :</b>					
<b>Endowment funds</b>			688,585		575,056
<b>Restricted funds</b>			1,511		-
<b>Unrestricted income funds</b>					
Unrestricted funds			548,432		395,193
<b>Total funds</b>	17		<u>1,238,528</u>		<u>970,249</u>

The financial statements on pages 8 to 23 were approved by the trustees, and authorized for issue on 09 December 2021 and signed on their behalf by:

  
 R. Villiers-Smith  
 Chair of Trustees

# Dallam School Charity and its Subsidiary Charities

## Statement of Financial Activities for the Year Ended 31 March 2021 (continued)

	Note	Unrestricted Funds £	Restricted Funds £	Endowment Funds £	Total 2020 £
<b>Income and endowments from:</b>					
Charitable activities		290,700	-	-	290,700
Other trading activities		2,000	-	-	2,000
Investment income	4	3,216	3,033	15,469	21,718
<b>Total income</b>		<b>295,916</b>	<b>3,033</b>	<b>15,469</b>	<b>314,418</b>
<b>Expenditure on:</b>					
Charitable activities :		(105,655)	(3,033)	-	(108,688)
Other expenditure	6	(40,402)	-	-	(40,402)
<b>Total expenditure</b>		<b>(146,057)</b>	<b>(3,033)</b>	<b>-</b>	<b>(149,090)</b>
Gains/losses on investment assets		388	-	(110,528)	(110,140)
Net income / (expenditure)		150,247	-	(95,059)	55,188
Transfers between funds		-	-	-	-
Net movement in funds		150,247	-	(95,059)	55,188
<b>Reconciliation of funds</b>					
Total funds brought forward		244,946	-	670,115	915,061
Total funds carried forward	17	395,193	-	575,056	970,249

All of the Charity's activities derive from continuing operations during the above two periods.

The funds breakdown for 2020 is shown in note 17.

# Dallam School Charity and its Subsidiary Charities

## Statement of Financial Activities for the Year Ended 31 March 2021

	Note	Unrestricted Funds £	Restricted Funds £	Endowment Funds £	Total 2021 £
<b>Income and endowments from:</b>					
Charitable activities	2	290,700	-	-	290,700
Other trading activities	3	2,000	-	-	2,000
Investment income	4	2,912	3,094	9,842	15,848
<b>Total income</b>		<b>295,612</b>	<b>3,094</b>	<b>9,842</b>	<b>308,548</b>
<b>Expenditure on:</b>					
Charitable activities :	5	(111,070)	(1,583)	-	(112,653)
Other expenditure	6	(32,700)	-	-	(32,700)
<b>Total expenditure</b>		<b>(143,770)</b>	<b>(1,583)</b>	<b>-</b>	<b>(145,353)</b>
Gains/losses on investment assets		1,397	-	103,687	105,084
Net income / (expenditure)		153,239	1,511	113,529	268,279
Transfers between funds		-	-	-	-
Net movement in funds		153,239	1,511	113,529	268,279
<b>Reconciliation of funds</b>					
Total funds brought forward		395,193	-	575,056	970,249
Total funds carried forward	17	548,432	1,511	688,585	1,238,528



# **Dallam School Charity and its Subsidiary Charities**

## **Independent Examiner's Report to the trustees of Dallam School Charity and its Subsidiary Charities**

I report which to the charity trustees on my examination of the accounts of the charity for the year ended 31 March 2021 which are set out on pages 8 to 23

### **Respective responsibilities of trustees and examiner**

As preparation the charity's of trustees of Dallam School Charity and its Subsidiary Charities you are responsible for the accounts in accordance with the requirements of the Charities Act 2011 ('the Act').

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

### **Independent examiner's statement**

Since Dallam School Charity and its Subsidiary Charities's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of ICAEW, which is one of the listed bodies.

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 Dallam School Charity and its Subsidiary Charities as required by section 130 of the Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting 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 should have no concerns and have come across no other matters in connection with the examination to which attention be drawn in this report in order to enable a proper understanding of the accounts to be reached.



.....  
Helen Holmes  
Chartered Accountants & Statutory Auditors  
ICAEW

Lowther House  
Lowther Street  
Kendal  
Cumbria  
LA9 4DX

Date ..... 20 December 2021 .....

# **Dallam School Charity and its Subsidiary Charities**

## **Statement of Trustees' Responsibilities**


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

The law applicable to charities 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 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 Charities SORP;
- make judgements and estimates that are reasonable and prudent ;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

The trustees are responsible for keeping proper accounting records that 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 constitution. The trustees 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 the trustees of the Charity on 09 December 2021 and signed on its behalf by:

  
**R. Villiers-Smith**  
**Chair of Trustees**

# Dallam School Charity and its Subsidiary Charities

## Trustees' Report (continued)

### *Recruitment and appointment of trustees*

When the trustees identify the need for a new trustee, either to improve the skill base or to enhance the Committee, candidates are usually identified by existing trustees and approached to see if they would be able to fulfil the role of trustee. If the candidate is eligible and wishes to become a trustee this is agreed at the next meeting of the Committee. New trustees are given a copy of the governing document (trust deed) and must have an up to date DBS clearance. Guidance is provided by existing trustees and all trustees are kept up to date by regular reading.

### *Arrangements for setting key management personnel remuneration*

The administration is managed by Dallam School so there are no key management personnel.

### *Organisational structure*

The charity is managed by the trustees who meet twice a year with the administrative functions supplied through Mr W Coxon who is the accountant at Dallam School.

### **Relationships with related parties**

Dallam School

Dallam School is the principal beneficiary of the charity.

### **Financial instruments**

#### *Objectives and policies*

The Charity's activities expose it to a number of financial risks including credit risk, cash flow risk and liquidity risk. The charity does not have any complicated financial instruments.

#### *Cash flow risk*

The Charity's activities expose it primarily to the financial risks of income not covering bank interest rates. The Charity has an agreed lease and fixed bank loan interest rates to mitigate this risk.

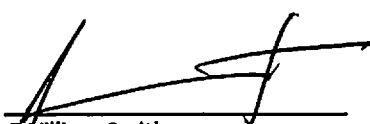
#### *Credit risk*

The Charity's principal financial assets are bank balances and cash, trade and other receivables, and investments. The Charity's credit risk is primarily attributable to its trade receivables which are not material. The credit risk on liquid funds is limited because the counterparties are banks with high credit-ratings assigned by international credit-rating agencies.

#### *Liquidity risk*

In order to maintain liquidity to ensure that sufficient funds are available for ongoing operations and future developments, the Charity uses a mixture of long-term and short-term investments.

The annual report was approved by the trustees of the Charity on 09 December 2021 and signed on its behalf by:



R Villiers-Smith  
Chair of Trustees

# **Dallam School Charity and its Subsidiary Charities**

## **Trustees' Report (continued)**

### **Structure, governance and management**

#### *Nature of governing document*

The charity is unincorporated and constituted under a Scheme of the Charity Commissioners dated 11 April 1986. This was varied by a Scheme dated 31 July 1996 and 29 December 2010 and by resolutions of the trustees dated 18 January 2011 and 3 July 2012.

The charity consists of several charities brought together by the Charity Commission as they all had similar objectives. These were:

John Howard Alexander Memorial Fund  
Herbert Pollard Cooper Memorial Prize Fund  
The Sheldon Prize  
Argles' Exhibition Foundation  
Frith Hudson Scholarship  
Dallam Tower Exhibitions  
The Kathleen Sanderson Award for Girls  
Varley Bequest  
John Mashiter War Memorial Prize Fund  
H Mellor Prizes  
Newton Prize Fund  
Veevers Fund  
The Bretherton Threlfall Bequest  
J J E Kuypers Prize  
Roger Shaw Memorial Prize  
The Speight Biology Prize  
Pearson Prize

The reorganisation of the charity's constituent funds was completed in the year ended 31st March 1999 with the assistance of the Charity Commission.

This included the amalgamation of a number of small funds, created for the award of prizes into a single Prize Fund. The Charity Commission also made a scheme, the Scholarship Fund, to constitute the fund formerly known as the Frith Hudson Scholarship.

As at 31 March 2012 the charity and its subsidiaries are constituted as follows:

#### **Governing document Charity number**

##### **Main Charity:**

Dallam School Charity Scheme of 11 April 1986 526965

##### **Subsidiaries:**

Dallam School Prize Fund Scheme of 29 October 1998 1073311 Scheme of 6 November 1963 526965

Dallam School Scholarship Fund Scheme of 29 October 1998 1073313

The Argles Exhibition Fund Scheme of 6 November 1963 526965

The trustees of the subsidiary charities are the trustees of Dallam School Charity.

# **Dallam School Charity and its Subsidiary Charities**

## **Trustees' Report (continued)**

### **Financial Review**

#### *Policy on reserves*

The charity has unrestricted reserves of £548,432 (2020: £395,193) of which £21,536 have been designated to particular projects. The charity is servicing the loan taken out to fund the boarding house development and also maintains the property, and therefore the trustees consider that this level of free reserves is necessary and will continue to build reserves to enable future development as required by the school.

The Trustees hold a number of COIF Income Shares and COIF Accumulation Shares. The market value of these at 31st March 2021 was £204,235 (2020: £168,372). The Trustees review these investments twice annually and purchase and sell shares as they deem appropriate. There have been no purchases or sales in this financial year (2020: none).

The proceeds of the sale of the "Old Grammar School", £312,005, are presently invested in a managed portfolio through Robert Meacock and Company. The market valuation at 31st March 2021 was £354,780 (2020: £275,939) after taking into account reinvested income units and unrealized gains and losses.

The Trustees believe that at the present time these are sound investments and do not involve any major element of risk to the charity in the long term.

#### *Investment policy and objectives*

It is the Trustees intention to hold the remaining investments for the long term which, they believe, will not effect the long term financial position of the Trust nor the annual income arising from holding these investments.

### **Plans for Future Periods**

#### *Aims and key objectives for future periods*

Trustees have instructed surveyors to carry out structural surveys on two field bridges which span the old railway line between Wilson Field and Dallam Tower Estates land, before considering the Estate's request to transfer liability for the bridges.

Trustees have encouraged Dallam School to submit proposals for the future use of the former Heversham St Peters CE Primary School at Leasgill.

# Dallam School Charity and its Subsidiary Charities

## Trustees' Report

The trustees present the annual report together with the financial statements of the Charity for the year ended 31 March 2021.

### Objectives and Activities

#### *Objects and Aims*

The main objects of the academy trust are:

- to assist the Governors of the school to defray the costs of meetings their obligations under the Education Acts 1944 to 1981 with respect to the maintenance of the school,
- to provide or assist in providing special benefits at the school of any kind not normally provided by the local education authority,
- to promote the education of persons who are attending or who have attended the school or who have attended the former Heversham Grammar school in such ways as the trustees think fit.

The majority of the property used by Dallam School is owned by the charity.

The objects of the subsidiary charities include

- a) Prize Fund - to provide annual prizes
- b) Dallam School Scholarship Fund - to provide annual prizes, scholarships or grants for further education to pupils attending Dallam School
- c) Dallam Tower Fund - to provide scholarships & to provide for the maintenance of the School; to provide educational benefits for pupils (both these on the assumption that the first provision has over-riding preference).
- d) The Argles Exhibition Foundation - to provide scholarships - any surplus can be used to provide for general purposes.

#### *Objectives, Strategies and Activities*

Trustees instructed McWhirter Locke Chartered Surveyors to carry out a rental valuation on the premises at Heversham as part of the triennial review. Based on the challenging operating environment, no increase in rent was recommended.

Following Charity Commission approval the purchase of an area of woodland at Woodhouse Lane, Heversham from the C.E Tryon Wilson Will Trust was completed in July 2020 for the long term benefit of the school and the charity. The two plots located on the car park at Heversham, with outline planning permission for residential development, continue to be marketed to recoup funds used in the development of the Whitbarrow Hall extension. The Trust also worked with Broadband for the Rural North Limited (B4RN) to complete the installation of hyperfast broadband to Tristrams Pavilion, Dallam School's boarding site and the village of Heversham..

In addition, the charity continued to provide its regular contributions towards the maintenance of the school and the payment of annual prizes and awards to Dallam School students.

#### *Public Benefit*

The charity provides regular contributions towards the maintenance of the school and the payment of annual prizes and awards to Dallam School students.

In addition, it supports the local community through the letting of its premises for community use. These include a leasehold agreement with Heversham Parish Council for use of the village playground, a leasehold agreement with Heversham and Milnthorpe Tennis Club for use of the tennis courts and a permissive right of way along the old railway line and Wilsons Field for the parishioners of Heversham.

The trustees confirm that they have complied with the requirements of section 4 of the Charities Act 2011 to have due regard to the public benefit guidance published by the Charity Commission for England and Wales.

# Dallam School Charity and its Subsidiary Charities

## REFERENCE AND ADMINISTRATIVE DETAILS

<b>Chief Executive Officer</b>	W Coxon		
		<b>Appointment Date</b>	<b>Resignation Date</b>
<b>Trustees</b>	R Pirie R Villiers-Smith S R Pickthall J C Watton R A Willacy M Rayner R Williams	01/01/2021	
<b>Secretary</b>	Mrs J Hamer		
<b>Principal Office</b>	Dallam School Milnthorpe Cumbria LA7 7DD		
<b>Bankers</b>	Lloyds Bank Plc Kendal 11 Finkle Street Kendal LA9 4AG		
<b>Independent Examiner</b>	Stables Thompson & Briscoe Chartered Accountants & Statutory Auditors Lowther House Lowther Street Kendal LA9 4DX		

# **Dallam School Charity and its Subsidiary Charities**

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# **Dallam School Charity and its Subsidiary Charities**

## **Annual Report and Financial Statements**

**Year ended 31 March 2021**

**Stables Thompson & Briscoe  
Chartered Accountants & Statutory Auditors  
Lowther House  
Lowther Street  
Kendal  
LA9 4DX**