

REGISTERED COMPANY NUMBER 00895208 (ENGLAND AND WALES)  
REGISTERED CHARITY NUMBER 525915

Report of the Trustees and  
Audited Financial Statements for the year ended 31<sup>st</sup> August 2012  
for  
The Rvleys School Limited

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COMPANIES HOUSE

Allen Mills Howard Limited  
Chartered Accountants  
& Statutory Auditors  
Lewis House  
56, Manchester Road  
Altrincham  
Cheshire WA14 4PJ

**The Ryleys School Limited**

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**for the year ended 31<sup>st</sup> August 2012**

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**The Ryleys School Limited**

**Report of the Trustees**  
**for the year ended 31<sup>st</sup> August 2012**

The trustees, who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31st August 2012. The trustees have adopted the provisions of the Statement of Recommended Practice (SORP) 'Accounting and Reporting by Charities' issued in March 2005.

**REFERENCE AND ADMINISTRATIVE DETAILS**

**Registered Company number**

895208 (England and Wales)

**Registered Charity number**

525915

**Registered office**

The Ryleys School  
Alderley Edge  
Cheshire  
SK9 7UY

**Trustees**

T Smith  
B Heagerty  
M Jones  
V Ashton  
F Miller  
P Vickers  
S Lees  
J Parker  
A Hudson  
O Robinson  
B Staples  
C Williams  
M Cropper

Chairperson

Appointed 16 12 11

Appointed 21 08 12

Appointed 21 08 12

**Company Secretary**

S Raper

**Headmaster**

Patrick Barrett  
Paul Berry

Resigned 31 08 12

Appointed 01 09 12

**Auditor**

Allen Mills Howard Limited  
Chartered Accountants & Statutory Auditors  
56 Manchester Road  
Altrincham  
Cheshire  
WA14 4PJ

**Bankers**

NatWest Bank Plc  
52 London Road  
Alderley Edge  
SK9 7EF

Bank of Scotland  
Box 1000  
BX2 1LB

**Solicitors**

DWF  
Centurian House  
129 Deansgate  
Manchester  
M3 3AA

## **The Ryleys School Limited**

### **Report of the Trustees** **for the year ended 31<sup>st</sup> August 2012**

#### **STRUCTURE, GOVERNANCE AND MANAGEMENT**

##### **Governing document**

The charity is controlled by its memorandum and articles of association and constitutes a limited company, limited by shares as defined by the Companies Act 2006

##### **Induction and training of new trustees**

New governors are elected by the Board of Governors and introduced to the workings of the School, the Company and Charity at an induction meeting arranged by the Chair of Governors, Headmaster and the Bursar. Copies of appropriate documentation are provided, and training is provided. Governors are drawn from a wide spread of professional, business and other backgrounds whilst maintaining a mix of genders.

##### **Organisational structure**

The Governing Body meet regularly (at least four times a year) and determine the general policy of the school. Specific areas of business are delegated to sub-committees which meet regularly throughout the year. The Headmaster and the Bursar are responsible, in association with the senior management team, for the day to day management of the school.

##### **Risk management**

The Governors have implemented and approved processes for risk management. Detailed consideration and management of risks are delegated to the Headmaster, Bursar and senior management team who report to the Board. The Governors are risk conscious and review the major risks that the school faces on a regular basis and are satisfied that the major risks are managed and mitigated to an adequate extent. The Governors believe that the maintenance of reserves and an annual review of the controls over key financial systems should provide sufficient resources in the event of adverse conditions. The Governors recognise that systems can only provide reasonable but not absolute assurances that major risks are adequately managed.

#### **OBJECTIVES AND ACTIVITIES**

##### **Objectives and aims**

The school's objects are set out in the Memorandum and Articles of Association and its principal activity continued to be that of the advancement of education through the running and administration of a preparatory school. The school aims for the highest quality of academic tuition and the development of wide sporting, artistic and social skills in all its pupils. The school provides an environment in which each pupil can develop and fulfil his or her potential with increased self confidence and an awareness and understanding of the wider community. The school's immediate beneficiaries are the pupils whose attendance at our fee-paying school can be funded by parents, guardians, scholarships, bursaries or a combination of these. The local community also benefits by way of access to the facilities that are made available in the ways set out below. The general public are the ultimate beneficiaries of the high-quality educational services provided by the school and the greater awareness of social values that it generates in our pupils.

##### **Strategies and objectives for the year**

The school's strategic aim has been to attain the highest possible standards of education through an integrated cross-curricular approach to humanities, increased use of technology, individual target setting, continued support of music, drama and extra curricular activities, and the provision of pastoral support so helping each child to realise his or her potential but always accepting that the individual challenges may vary widely from child to child. The focus in the year to 31 August 2012 has been on maintaining and improving academic performance, increasing pupil numbers through a co-ordinated marketing policy, building upon a successful transition to co-education, increasing the school's contribution to the wider community both by various activities undertaken by the school and its pupils and by making the school's resources and facilities available to others, the maintenance of the school's bursary scheme, the investment in, and maintenance of, the school's infrastructure and facilities. As part of its commitment to both the local community and its pupils the school continues to be actively involved in a joint venture with the Alderley Edge Cricket Club which has seen a new floodlit all weather pitch constructed and fully operational on the site of the school's playing fields, this has proved to be a highly successful venture and provides both the school and others with a superb sporting facility. By becoming co-educational the school has been able to widen the immediate beneficiaries of its educational provision and with increasing pupil numbers ensure that the school is able to provide the best facilities for its pupils.

##### **Grantmaking**

Bursaries are awarded at the discretion of the Governing Body and are means tested.

**The Ryleys School Limited**

**Report of the Trustees**  
**for the year ended 31<sup>st</sup> August 2012**

**REVIEW OF ACHIEVEMENT AND PERFORMANCE FOR THE YEAR**

***Operational performance of the school***

Following the introduction of girls into Years 4 and 5 last September, this year has seen girls in every year group from Nursery to Year 5 with over 70 girls in total in the school. The girls now play a full and important part in all areas of school life.

The school was inspected by the Independent School Inspectorate during the autumn term with visits in September and October. The findings of the team were that the school was 'outstanding' in every single area of inspection.

The school enjoyed another very successful academic year with all leavers achieving offers of places at the schools of their choice. Schools included Shrewsbury, Manchester Grammar and King's Macclesfield. An academic scholarship was won by a pupil entered for Shrewsbury School. The Year 6s going on to the Independent Day schools again did well, receiving offers from schools including MGS, Stockport Grammar, Cheadle Hulme and Kings.

Once again this year, pupils from Years 5 and 6 achieved impressive results in the National Primary Maths Challenge while, in the English Speaking Board exams, pupils from Year 3 achieved some of the best results to date.

The Ryleys is proud of its academic success but seeks to recognise and support pupil achievement in any form – be it academic, aesthetic or sporting. The School retains its non-selective ethos, offering a broad curriculum to pupils of widely varying abilities through a broad curriculum that meets individual pupil needs. Qualified learning support is provided to all pupils who require it.

Music has again enjoyed a very successful year. In the music examinations, numerous children passed their Associated Board exams in a wide range of instruments at all grades from Preparatory to Grade 6 with the majority of pupils achieving passes with merit and/or distinction.

The choir was invited to sing at Capesthorne Hall and Arley Hall at their traditional Christmas events, at the Monastery in Gorton and at St Anne's Church in Manchester in aid of charity. A performance at Stockport Town Hall, singing a Mahler symphony alongside the Stockport Symphony Orchestra, was very well received as was their singing at the civic service at St Philips.

In March Ryleys pupils again entered the Hazel Grove Music Festival and did outstandingly well, while, in June, the school enjoyed another extremely successful year at The Alderley Edge Musical festival achieving a total of 19 1<sup>st</sup> places, 15 2<sup>nd</sup> places and 16 3<sup>rd</sup> places in all music, speech and drama classes. The Year 6 and under Small Choral Group and two other pupils were invited to perform at the Festival Gala on Saturday evening. A Year 5 pupil was presented with the Sara Roache Memorial Trophy for the Outstanding Performer in Drama.

In April the choir toured the Cape region of South Africa, singing alongside local school choirs in a series of well-publicised and successful concerts whilst raising funds to provide musical opportunities to underprivileged children. In Drama, stage productions this year took the form of a performance for parents by the Nursery children, the musical play 'Robin Hood' by the Juniors, 'The Wizard of Oz' by the Middle School and then 'Sweeney Todd' by the Senior School. All were performed to a very high standard and well received by the parents.

Art work by the pupils was again displayed at the Wilmslow Library.

The opening of the new full-sized all-weather playing surface at the fields in the autumn has given sport at the school a huge boost and it has quickly become central to the coaching and playing of both girl and boy – and mixed – games.

The sporting year saw success at every level. In all sports the school teams acquitted themselves well, winning the majority of their matches at every level and achieving some notable victories. In rugby, two pupils were selected for the North of England U13 and U11 teams respectively, in cross country both Northwest Under 11 races were won by Ryleysians. In athletics 6 pupils were selected to represent the Northwest at the National IAPS Championships. Two pupils swam for the region in the National Prep Schools Swimming Championships with one becoming national champion in the U10 butterfly. Two pupils also reached the British Biathlon finals at Crystal Palace.

Golf, basketball, badminton, judo, gymnastics and cross country continued to flourish while dance and ballet were also popular.

**The Ryleys School Limited**

**Report of the Trustees**  
**for the year ended 31<sup>st</sup> August 2012**

***Operational performance of the school (continued)***

Throughout the year, teaching and learning were supported by numerous trips and visits to appropriate venues and locations.

Outdoor and adventure activity this year included the Year 7 and 8 trip to Normandy, the ski trip and the Year 4 activity weekend at Solway Bank

Parental involvement was again extensive, the Parents' Social Committee organising a variety of fund-raising and social events while parents also supported drama productions and music events, accompanied trips and outings, spoke to classes on a variety of topics and participated in the weekly full-school assemblies etc

Charity work again focussed on fundraising for The Christie Hospital and included a musical soiree and the 'Lollipop Fashion Show' In all, over £20,000 was raised Meanwhile other annual events, including our Harvest Festival, the Biggest Breakfast etc raised money for a number of very worthy causes including Cancer Research UK, the East Cheshire Hospice, the Macclesfield Women's Refuge, Children in Need and the Francis House Children's Hospice Pupils also visited the Brookview Nursing Home to meet and entertain the residents

In addition to such charity work undertaken by the pupils the school has offered its facilities to a number of local organisations who have been able to offer broad educational facilities to the wider local community - these have included

- i a Numeracy and Literacy Holiday Club - organised and run by School teaching staff and offering teaching and coaching to the wider local community,
- ii the use of the School astro-turf facilities by "Active Soccer" and a local junior football club (Alderley Edge United) allowing local children to develop both social and sporting skills,
- iii a one week music course known as the Ryleys Experience in Music (REM)
- iv the weekly use of the school's gymnasium by a local Zumba group
- iv The use of school facilities by Funtime Club, an Ofsted registered holiday club providing holiday activities for children in the community

The Governors, in implementing a bursary scheme, awarded a number of financially assisted places (including seven at 100%) to children who otherwise would have been unable to attend the School The Governors plan to maintain and review this bursary scheme in subsequent years

The schools infrastructure has been maintained through a policy of repair and maintenance.

**PUBLIC BENEFIT**

The Governors confirm that they have, when and where necessary to do so, paid regard to the Charity Commissioner's Guidance on Public Benefit when considering and making its decisions

**FINANCIAL REVIEW**

There was an increase in income during the year of approximately 2% Expenditure reduced by 1% This resulted in an excess of expenditure over income of £81,005 The assets are sufficient to enable the charity to fulfil its obligations

**Reserves policy**

Note 17 to the financial statements shows the movements on funds for the year All funds are unrestricted The Governors have determined that the appropriate level of reserves, should be equivalent to twelve weeks expenditure of, approximately £455,260 The policy is, therefore, to build up reserves to that level by means of annual operating surpluses supplemented by specific and/or general-purpose appeals from time to time-

The Governors have continued to keep the school's cash resources under review to ensure that they remain adequate to cover the school's working capital requirements

Tangible fixed assets are held for the school's use but the governors are unable to estimate whether the current value of these assets is materially different to that shown in the financial statements

**The Ryleys School Limited**  
**Report of the Trustees**  
**for the year ended 31<sup>st</sup> August 2012**

## **FUTURE PLANS**

The school is fully committed to the provision of co-education and has achieved a very successful integration of girls in all areas of the school. It is the aim of the Governors to increase pupil numbers in successive years to ensure that the school is able to provide the highest standards in academic studies, music, drama and sport as well as providing a wide range of extracurricular activities. The school will, through its charity committee, continue to explore ways in which it can provide and share its educational facilities with others (including local educational groups clubs or societies) and will maintain and review its bursary scheme. The school will through the Headmaster, Senior Management Team and staff continue to review and monitor the school curriculum and work to ensure that educational standards and attainment are to the highest level.

## **STATEMENT OF TRUSTEES RESPONSIBILITIES**

The trustees (who are also the directors of The Ryleys School Limited for the purpose of company law) are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law 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 charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing those financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently,
- observe the methods and principles in the Charity SORP,
- make judgements and estimates that are reasonable and prudent,
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In so far as the trustees are aware:

- there is no relevant audit information of which the charity company's auditors are unaware, and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

## **STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS**

So far as the trustees are aware, there is no relevant information (as defined by Section 418 of the Companies Act 2006) of which the charitable company's auditors are unaware, and each trustee has taken all the steps that they ought to have taken as a trustee in order to make them aware of any audit information and to establish that the charitable company's auditors are aware of that information.

## **TRUSTEES' INDEMNITY ARRANGEMENTS**

Individual indemnities have been provided to the directors, under which the company has agreed to indemnify the trustees to the extent permitted by law in respect of all liabilities to third parties arising out of, or in connection with, their execution of their powers, duties and responsibilities as trustees of the company. These indemnities are Qualifying Third Party Indemnities Provisions as defined in Section 236 of the Companies Act 2006 and copies are available for inspection in the office during normal school hours.

**The Ryleys School Limited**

**Report of the Trustees**  
**for the year ended 31<sup>st</sup> August 2012**

**AUDITORS**

The auditors, Allen Mills Howard Limited, will be proposed for re-appointment at the forthcoming Annual General Meeting

This report has been prepared in accordance with the special provisions of part 15 of the Companies Act 2006 relating to small companies

**ON BEHALF OF THE BOARD:**

S Raper  
Date

Secretary



19/2/13'



**Report of the Independent Auditors to the Members of**  
**The Ryleys School Limited**

We have audited the financial statements of The Ryleys School Limited for the year ended 31st August 2012 on pages ten to nineteen. The financial reporting framework that has been applied in their preparation is applicable law and the Financial Reporting Standard for Smaller Entities (effective April 2008) (United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities).

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

**Respective responsibilities of trustees and auditors**

As explained more fully in the Statement of Trustees' Responsibilities, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view.

Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

**Scope of the audit of the financial statements**

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of whether the accounting policies are appropriate to the charitable company's circumstances and have been consistently applied and adequately disclosed, the reasonableness of significant accounting estimates made by the trustees, and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Report of the Trustees to identify material inconsistencies with the audited financial statements. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

**Opinion on financial statements**

In our opinion the financial statements

- give a true and fair view of the state of the charitable company's affairs as at 31st August 2012 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended,
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, and
- have been prepared in accordance with the requirements of the Companies Act 2006.

**Opinion on other matter prescribed by the Companies Act 2006**

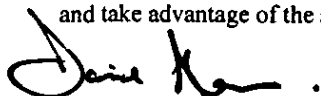
In our opinion the information given in the Report of the Trustees for the financial year for which the financial statements are prepared is consistent with the financial statements.

**Report of the Independent Auditors to the Members of**  
**The Ryleys School Limited**

**Matters on which we are required to report by exception**

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion

- adequate accounting records have not been kept or returns adequate for our audit have not been received from branches not visited by us, or
- the financial statements are not in agreement with the accounting records and returns, or
- certain disclosures of trustees' remuneration specified by law are not made, or
- we have not received all the information and explanations we require for our audit, or
- the trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies exemption in preparing the Report of the Trustees



David Keith Allen FCCA (Senior Statutory Auditor)  
for and on behalf of Allen Mills Howard Limited  
Chartered Accountants  
& Statutory Auditors  
Lewis House  
56 Manchester Road  
Altrincham  
Cheshire  
WA14 4PJ

Date

12<sup>th</sup> Feb 2013.

**The Ryleys School Limited (Registered Number: 00895208)**

**Statement of Financial Activities (Incorporating an Income and Expenditure Account)**  
**for the year ended 31<sup>st</sup> August 2012**

	Notes	2012 Unrestricted funds £	2011 Unrestricted funds £
<b>INCOMING RESOURCES</b>			
<b>Incoming resources from generated funds</b>			
Voluntary income	2	3,996	25,366
Investment income	3	3,090	2,902
<b>Incoming resources from charitable activities</b>			
School fees receivable	4	1,840,918	1,802,294
Other ancillary income	5	43,786	18,111
<b>Total incoming resources</b>		<b>1,891,790</b>	<b>1,848,673</b>
<b>RESOURCES EXPENDED</b>			
<b>Costs of generating funds</b>			
Fund raising and publicity		19,967	31,939
Finance costs		4,572	3,779
Governance costs	6	5,760	5,609
<b>Charitable activities</b>			
Teaching costs		1,354,846	1,305,521
Catering expenditure		166,030	153,526
Premises		220,916	242,456
Support costs		200,704	250,620
<b>Total resources expended</b>		<b>1,972,795</b>	<b>1,993,450</b>
<b>NET INCOMING/(OUTGOING) RESOURCES before transfers</b>			
		<b>(81,005)</b>	<b>(144,777)</b>
Gross transfers between funds	17	4,789	6,164
Net incoming/(outgoing) resources		<b>(76,216)</b>	<b>(138,613)</b>
<b>RECONCILIATION OF FUNDS</b>			
Total funds brought forward		<b>297,337</b>	<b>435,950</b>
<b>TOTAL FUNDS CARRIED FORWARD</b>		<b>221,121</b>	<b>297,337</b>

The notes form part of these financial statements

**The Ryleys School Limited(Registered Number 00895208)**

**Notes of Historical Cost Income and  
Expenditure for the Year Ended 31<sup>st</sup> August 2012**

	<b>2012 £</b>	<b>2011 £</b>
<b>REPORTED NET SURPLUS/(DEFICIT)</b>	<b>(81,005)</b>	<b>(144,777)</b>
Difference between historical cost depreciation charge and the actual depreciation charge for the year, calculated on the revalued amount	4,789	6,164
<b>HISTORICAL COST NET SURPLUS/(DEFICIT) FOR THE PERIOD</b>	<b><u>(76,216)</u></b>	<b><u>(138,613)</u></b>

The notes form part of these financial statements

**The Ryleys School Limited(Registered Number: 00895208)**

**Balance Sheet**  
**At 31<sup>st</sup> August 2012**

	Notes	2012 Unrestricted funds £	2011 Unrestricted funds £
<b>FIXED ASSETS</b>			
Tangible assets	10	943,838	1,003,989
<b>CURRENT ASSETS</b>			
Stock		10,399	5,417
Debtors	11	83,063	22,298
Cash at bank and in hand		611	51,491
		<hr/>	<hr/>
		94,073	79,206
<b>CREDITORS</b>			
Amounts falling due within one year	12	(420,454)	(378,834)
		<hr/>	<hr/>
<b>NET CURRENT (LIABILITIES)</b>		(326,381)	(299,628)
		<hr/>	<hr/>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		617,457	704,361
<b>CREDITORS</b>			
Amounts falling due after more than one year	13	(282,072)	(287,971)
		<hr/>	<hr/>
<b>NET ASSETS</b>		335,385	416,390
		<hr/>	<hr/>
<b>FUNDS</b>			
Unrestricted funds			
Called up shares	14	12	12
General fund	17	221,121	297,337
Revaluation reserve	17	114,252	119,041
		<hr/>	<hr/>
<b>TOTAL FUNDS</b>		335,385	416,390
		<hr/>	<hr/>

These financial statements have been prepared in accordance with the provision of Part 15 of the Companies Act 2006 relating to small charitable companies and with the Financial Reporting Standards for Smaller Entities (effective April 2008)

The financial statements were approved by the Board of Trustees on 30<sup>th</sup> Jan 2013 and were signed on its behalf by

T Smith

Trustee

18.2.13

The notes form part of these financial statements

**The Ryleys School Limited (Registered Number 00895208)**

**Notes to the Financial Statements**  
**for the year ended 31<sup>st</sup> August 2012**

**1. ACCOUNTING POLICIES**

**Basis of preparing the financial statements**

The financial statements have been prepared under the historical cost convention as modified by the revaluation of certain financial assets and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008), the Companies Act 2006 and the requirements of the Statement of Recommended Practice, Accounting and Reporting by Charities

**Incoming resources**

Income from school fees represents fees earned in respect of tuition given during the year. Fees received in advance are shown in creditors as deferred income. Fees receivable are stated after deducting bursaries and allowances granted by the school but include contributions received for grants. Voluntary income and donations are included when they are receivable.

**Resources expended**

Expenditure is charged to the income and expenditure account on an accrual basis. Expenditure is summarised under functional headings on a direct cost basis. Cost of generating funds are those costs incurred in attracting voluntary income. Charitable activities include expenditure associated with the objects of the School and both the direct costs and support costs relating to this activity. Governance costs include those incurred in the governance of the School and its assets and are primarily associated with constitutional and statutory requirements.

**Tangible fixed assets**

Depreciation is provided at the following annual rates in order to write off each asset over its useful economic life or, if held under a finance lease, over the lease term, whichever is the shorter.

Freehold property	Between 20 and 50 years
Motor vehicles	25% on cost
Fixtures & fittings	15% on cost
Computer equipment	25% on cost

Capital items costing less than £500 are written off as an expense as acquired.

Depreciation is not provided on freehold land.

An amount equal to the excess of the annual depreciation charge on revalued assets over the notional historical cost depreciation charge on those assets is transferred annually from the revaluation reserve to the profit and loss reserve.

**Stock**

Stock, representing academic books and teaching materials, is stated at cost and written off as used.

**Taxation**

As a registered charity, the company is exempt from income tax, corporation tax and capital gains tax, but not value added tax. Irrecoverable value added tax is included in the cost of those items to which it relates.

**Fund accounting**

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

**Hire purchase and leasing commitments**

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term whichever is shorter.

The interest element of these obligations is charged to the statement of financial activity over the relevant period. The capital element of the future payments is treated as a liability.

**The Ryleys School Limited (Registered Number: 00895208)**

**Notes to the Financial Statements - continued**  
**For the year ended 31<sup>st</sup> August 2012**

**1. ACCOUNTING POLICIES – continued**

**Pensions**

The school contributes to the Teachers' Pension Defined Benefits Scheme at rates set by the Scheme Actuary and advised to the school by the Scheme Administrator. The scheme is a multi-employer pension scheme and it is not possible to identify the assets and liabilities of the scheme which are attributable to the school. In accordance with FRS 17 the scheme is accounted for as a defined contribution scheme and contributions are accounted for when advised as due by the scheme administrator.

In addition, the company operates a defined contribution pension scheme for non-teaching staff. Contributions payable for the year are charged in the profit and loss account.

**2. VOLUNTARY INCOME**

	2012	2011
	£	£
Donations	3,996	25,366
	<hr/>	<hr/>
	3,996	25,366
	<hr/>	<hr/>

**3. INVESTMENT INCOME**

	2012	2011
	£	£
Rents received	2,480	1,569
Bank interest	610	1,333
	<hr/>	<hr/>
	3,090	2,902
	<hr/>	<hr/>

**4. INCOMING RESOURCES FROM CHARITABLE ACTIVITIES**

	2012	2011
	£	£
Gross fees	1,976,410	1,907,806
Bursaries and fee discounts	(135,492)	(105,512)
	<hr/>	<hr/>
	1,840,918	1,802,294
	<hr/>	<hr/>

**5. OTHER ANCILLARY INCOME**

	2012	2011
	£	£
Catering receipts	41,784	-
Other ancillary income	2,002	18,111
	<hr/>	<hr/>
	43,786	18,111
	<hr/>	<hr/>

**The Ryleys School Limited (Registered Number: 00895208)**

**Notes to the Financial Statements - continued**  
**for the year ended 31<sup>st</sup> August 2012**

**6. GOVERNANCE COSTS**

	2012	2011
	£	£
Auditors' remuneration	5,760	5,609
	<hr/>	<hr/>
	5,760	5,609
	<hr/>	<hr/>

**7. NET OUTGOING RESOURCES**

Net outgoing resources are stated after charging

	2012	2011
	£	£
Auditors' remuneration	5,760	5,609
Depreciation - owned assets	80,439	91,084
Depreciation - assets on hire purchase contracts	5,899	5,899
	<hr/>	<hr/>

**8. TRUSTEES' REMUNERATION AND BENEFITS**

In accordance with Clause 7.3 of the Memorandum & Articles of Association, no payment has been made for the benefit of the trustees

**Trustees' expenses**

There were no trustees' expenses paid for the year ended 31<sup>st</sup> August 2012, nor for the year ended 31<sup>st</sup> August 2011

**9. STAFF COSTS**

	2012	2011
	£	£
Wages and salaries	1,180,944	1,170,086
Social security costs	96,043	95,667
Other pension costs	116,830	110,056
	<hr/>	<hr/>
	1,393,817	1,375,809
	<hr/>	<hr/>

The average monthly number of employees during the year was as follows

	2012	2011
Direct charitable work	42	41
Administrative	6	9
	<hr/>	<hr/>
	48	50
	<hr/>	<hr/>



**The Ryleys School Limited (Registered Number: 00895208)**

**Notes to the Financial Statements - continued**  
**for the year ended 31<sup>st</sup> August 2012**

The number of employees whose income exceeded £60,000 was

	2012	2011
£70,000 to £80,000	-	1
£80,000 to £90,000	1	-

Included in the above higher paid employee was 1 (2011 1) accruing pension benefits under a defined benefit scheme

**10 TANGIBLE FIXED ASSETS**

	Freehold land and buildings £	Fixtures and fittings £	Motor vehicles £	Totals £
<b>COST/VALUATION</b>				
At 1 <sup>st</sup> September 2011	1,760,559	388,020	39,693	2,188,272
Additions	8,592	17,595	-	26,187
Disposals	-	(1,669)	-	(1,669)
 At 31 <sup>st</sup> August 2012	 1,769,151	 403,946	 39,693	 2,212,790
<b>DEPRECIATION</b>				
At 1 <sup>st</sup> September 2011	889,216	272,579	22,488	1,184,283
Charge for year	39,804	40,635	5,899	86,338
Eliminated on disposal	-	(1,669)	-	(1,669)
 At 31 <sup>st</sup> August 2012	 929,020	 311,545	 28,387	 1,268,952
<b>NET BOOK VALUE</b>				
At 31 <sup>st</sup> August 2012	840,131	92,401	11,306	943,838
 At 31 <sup>st</sup> August 2011	 871,343	 115,441	 17,205	 1,003,989

Included in cost or valuation of land and buildings is freehold land of £104,000 which is not depreciated (2011 £104,000)

Included in motor vehicles are assets held under hire purchase contracts. The net book value of these assets at 31<sup>st</sup> August 2012 was £11,306 (2011 £17,205) and depreciation during the year on these assets was £5,899 (2011 £5,899).

The historical cost of assets included in the above at a valuation is £358,875 (2011 £358,875) and the aggregate depreciation thereon would have been £266,927 (2011 £262,803)

The land and buildings were valued by Edward Rushton & Son and Kenyon at the 29 November 1982 on an existing use basis. Other assets were valued by KVM Computer Environments in 2004. In accordance with the transitional provisions set out in FRS15, the revalued amounts, adjusted for subsequent disposals, have been retained.

It is likely that there are material differences between the open market values of the charity's freehold land and buildings and their book values. The amount of such differences cannot be ascertained without incurring significant costs which, in the opinion of the trustees, is not justified in terms of the benefit to the user of the accounts.

**The Ryleys School Limited (Registered Number 00895208)**

**Notes to the Financial Statements - continued**  
**for the year ended 31<sup>st</sup> August 2012**

**11. DEBTORS:**

	2012	2011
	£	£
Trade debtors	34,437	8,224
Prepayments and accrued income	48,626	14,074
	<hr/>	<hr/>
	83,063	22,298
	<hr/>	<hr/>

**12. CREDITORS. AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2012	2011
	£	£
Bank overdraft	23,741	-
Hire purchase	5,899	5,899
Trade creditors	90,116	101,617
Taxation and social security	27,397	28,053
Other creditors	144,572	92,918
Accruals and deferred income	128,729	150,347
	<hr/>	<hr/>
	420,454	378,834
	<hr/>	<hr/>

The bank overdraft is secured by a debenture dated 6<sup>th</sup> December 2011 over the company's assets

**13. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**

	2012	2011
	£	£
Hire purchase	5,407	11,306
Other creditors	276,665	276,665
	<hr/>	<hr/>
	282,072	287,971
	<hr/>	<hr/>

**14. CALLED UP SHARE CAPITAL**

	2012	2011
	£	£
<b>Allotted, issued and fully paid.</b>		
Number      Class      Nominal Value		
12            Ordinary      £1	12	12
	<hr/>	<hr/>

**15. OPERATING LEASE COMMITMENTS**

The following operating lease payments are committed to be paid within one year

	2012	2011
	£	£
Expiring		
Between two and five years	17,262	17,262
	<hr/>	<hr/>
	17,262	17,262
	<hr/>	<hr/>

**The Ryleys School Limited (Registered Number. 00895208)**

**Notes to the Financial Statements - continued**  
**for the year ended 31<sup>st</sup> August 2012**

**16. SECURED DEBTS**

The following secured debts are included within creditors

	2012 £	2011 £
The Ryley's Trust loan	276,665	276,665
Hire purchase	11,306	17,205
Bank overdraft	23,741	-
	<hr/> 311,712	<hr/> 293,870

The loan is interest free and there are no fixed terms of repayment. The loan is secured by a mortgage on the freehold land and buildings. The hire purchase debt is secured on the assets to which it relates. The bank overdraft is secured by a debenture dated 6<sup>th</sup> December 2011 over the company assets.

**17. MOVEMENT IN FUNDS**

	At 1.9.11 £	Net movement in funds £	Transfer between funds £	Totals At 31.8.11 £
<b>Unrestricted funds</b>				
General fund	297,337	(81,005)	4,789	221,121
Revaluation reserve	119,041	-	(4,789)	114,252
<b>TOTAL FUNDS</b>	<hr/> 416,378	<hr/> (81,005)	<hr/> -	<hr/> 335,373

The transfer between funds relates to the depreciation charge on the revalued amount included in fixed assets.

Net movement in funds, included in the above are as follows

	Incoming resources £	Resources expended £	Movement in funds £
<b>Unrestricted funds</b>			
General fund	1,891,790	(1,972,795)	(81,005)
<b>TOTAL FUNDS</b>	<hr/> 1,891,790	<hr/> (1,972,795)	<hr/> (81,005)

**18. RELATED PARTY DISCLOSURES**

The company is controlled by the Board of Governors

Mrs B Heagerty is a trustee of The Ryley's Trust. The company has an interest free loan and the amount outstanding at the balance sheet date is £276,665 (2011 £276,665)

The school uses the playing fields belonging to Alderley Playing Fields Limited. There has been no charge in the year for the use of these facilities. The trustees of Alderley Playing Fields Limited are also trustees of the school. At the balance sheet date the amount due to Alderley Playing Fields Limited is £12,681 (2011 £11,031)

During the year the company paid legal fees of £10,710 to a company in which the trustee Mrs F Miller is a partner. Two trustees Mr Robinson and Mrs Ashton paid school fees of £40,125 during the year.

**Notes to the Financial Statements - continued**  
**for the year ended 31<sup>st</sup> August 2012**

**19. PENSION SCHEMES**

The School participates in the Teachers' Pension Scheme (England and Wales) ("the TPS"), for its teaching staff. This is a multi-employer defined benefits pension scheme and it is not possible or appropriate to consistently identify the liabilities of the TPS which are attributable to the School. As required by FRS17 "Retirement Benefits", the School accounts for this scheme as if it were a defined contribution scheme.

On 4 July 2012 the Chief Secretary to the Treasury confirmed that the Government will be taking forward legislation based on the reformed scheme design for the Teachers' Pension Scheme to be introduced in 2015 as set out in the Teachers' Pension Scheme ~ Proposed Final Agreement ("the TPS Agreement"). The TPS Agreement sets out the main parameters for both the provision of future pension benefits and the structuring of the future contributions to the TPS including the basis for increasing average employee contribution rates up to 2015.

Under the TPS Agreement, employer contribution rates from 1 April 2012 are continuing at 14.1% with employee rates varying between 6.4% and 8.8%. For subsequent years data and information is being collated to inform a Government review of the tiering structures in advance of the Department for Education consulting on contribution increases for 2013/14 onwards.

The government have set a gross cost ceiling for the main public service pension schemes of 21.7% with a net cost ceiling of 12.1% and an average employee contribution of 9.6%.

The Government Actuary's Department has in a report dated 9 March 2012 concluded that the TPS Agreement scheme design is within this required cost ceiling. This conclusion is dependent on and sensitive to the data, methodology and assumptions adopted and further details on these are available in the full Government Actuary's report which is available on the Department for Education website.

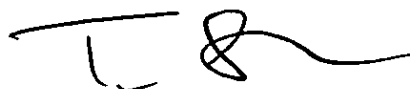
The charity also runs a scheme for its non-teaching staff, which is a defined contributions scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. Contributions payable for the year are charged to the income and expenditure account.

The pension charge for the year, including contributions payable to the scheme was £116,830 (2011: £110,056). The amount of outstanding pension contributions at the balance sheet date is £15,583 (2011: £13,903).

**20. POST BALANCE SHEET EVENTS**

The accounts were authorised by the trustees for issue on the

30<sup>th</sup> January 2013



18/2/13

**The Ryleys School Limited**  
**Income and Expenditure**  
**for the year ended 31<sup>st</sup> August 2012**

	2012 £	2011 £
<b>INCOMING RESOURCES</b>		
<b>Voluntary income</b>		
Donations	3,996	25,366
	<hr/>	<hr/>
	3,996	25,366
<b>Investment income</b>		
Rents received	2,480	1,569
Bank interest	610	1,333
	<hr/>	<hr/>
	3,090	2,902
<b>Incoming resources from charitable activities</b>		
School fees	1,716,723	1,713,581
LEA income	124,195	88,713
Catering receipts	41,874	-
Other	1,912	18,111
	<hr/>	<hr/>
	1,884,704	1,820,405
	<hr/>	<hr/>
<b>Total incoming resources</b>	1,891,790	1,848,673
<b>RESOURCES EXPENDED</b>		
<b>Charitable activities</b>		
Wages	1,070,741	1,042,603
Social security	96,043	95,667
Pensions	116,830	110,056
Catering expenditure	166,030	153,526
Rates and water	21,492	19,256
Insurance	11,862	12,430
Light and heat	38,648	34,275
Medical care	8,415	6,105
Rent	100	50
Cleaning	23,024	41,056
Repairs & renewals	45,327	54,946
Classroom materials	21,148	26,244
Bad debts	(4,776)	7,805
Courses	697	8,011
Depreciation		
Freehold property	39,803	39,387
Fixtures and fittings	40,636	50,086
School activities	15,914	-
Recruitment fees	27,478	-
Legal and professional fees	2,380	-
	<hr/>	<hr/>
	1,741,792	1,701,503
	<hr/>	<hr/>

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**The Ryleys School Limited**  
**Income and Expenditure**  
**for the year ended 31<sup>st</sup> August 2012**

	2012 £	2011 £
<b>Governance costs</b>		
Auditors' remuneration	5,760	5,609
	<hr/>	<hr/>
	5,760	5,609
<b>Other resources expended</b>		
Advertising	19,967	31,939
<b>Support costs</b>		
Wages	110,203	127,483
Telephone	3,220	3,591
Hire of equipment	10,669	21,686
Computer costs	10,356	12,300
Postage and stationery	12,385	11,935
Transport costs	10,758	12,159
Sundries	16,116	12,499
Travel	1,224	1,085
Motor	9,606	7,101
Legal and professional fees	(682)	20,782
Subscriptions	10,950	12,489
Depreciation of motor vehicle	5,899	7,510
	<hr/>	<hr/>
	200,704	250,620
<b>Finance</b>		
Bank charges	3,312	2,285
Bank interest	165	108
Hire purchase	1,095	1,386
	<hr/>	<hr/>
	4,572	3,779
	<hr/>	<hr/>
<b>Total resources expended</b>	1,972,795	1,993,450
	<hr/>	<hr/>
<b>Net expenditure</b>	(81,005)	(144,777)
	<hr/>	<hr/>

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