

Company Number: 2303464

Charity Number: 328080

**DIXONS CITY TECHNOLOGY COLLEGE CHARITABLE TRUST**  
(A company limited by Guarantee)

**FINANCIAL STATEMENTS**  
**YEAR ENDED 31 AUGUST 1997**



**PANNELL KERR FORSTER**  
Chartered Accountants

**DIXONS CITY TECHNOLOGY COLLEGE CHARITABLE TRUST**

**FINANCIAL STATEMENTS**

**YEAR ENDED 31 AUGUST 1997**

**CONTENTS**

**Page**

1	LEGAL AND ADMINISTRATIVE INFORMATION
2	REPORT OF THE GOVERNORS
4	STATEMENT OF GOVERNORS' RESPONSIBILITIES
5	AUDITORS' REPORT
6	STATEMENT OF FINANCIAL ACTIVITIES
7	INCOME AND EXPENDITURE ACCOUNT
8	BALANCE SHEET
9	CASH FLOW STATEMENT
10	NOTES TO THE FINANCIAL STATEMENTS

**DIXONS CITY TECHNOLOGY COLLEGE CHARITABLE TRUST**

**LEGAL AND ADMINISTRATIVE INFORMATION**

**YEAR ENDED 31 AUGUST 1997**

Governors	Dr Edward Simpson CB (Chairman) Sir Stanley Kalms Mohammed Ali (appointed 24.4.97) Richard Andrews Anthony Bishop Geoffrey Budd (appointed 28.4.97) Peter Flesher John Hanson Pat Inglis Guy Kitchen Marion le Pla David Longbottom Nina Lowe (resigned 10.12.96) Dr Janice McCurrie Gita North Tim Ratcliffe John Ridings Professor Imad Torsun Jo Williams
Secretary	Geoffrey Budd
Registered Office	Dixons House Maylands Avenue Hemel Hempstead Hertfordshire HP2 7TG
Company Registration Number:	2303464
Charity Registration Number:	328080
Bankers	The Co-operative Bank Plc 6 Tyrrel Street BRADFORD BD1 1RJ
Solicitors	Read Hind Stewart Trafalgar House 29 Park Place LEEDS LS1 2SP
Auditors	Pannell Kerr Forster Chartered Accountants 6 Queen Street LEEDS LS1 2TW

# **DIXONS CITY TECHNOLOGY COLLEGE CHARITABLE TRUST**

## **REPORT OF THE GOVERNORS**

**YEAR ENDED 31 AUGUST 1997**

The Governors (who are the trustees of the charitable company for the purposes of charity law) submit their annual report and the audited financial statements of the College for the year ended 31 August 1997.

### **RESULTS FOR THE YEAR**

The excess of income over expenditure for the year was £122,502; £15,000 has been transferred to the Premises Fund to facilitate the continued development of the College. The resulting surplus of £107,502 has been added to the General Purpose Fund.

### **PRINCIPAL ACTIVITIES AND OBJECTIVES**

The principal activities and objectives of the College are the advancement of public education.

### **REVIEW OF RESULTS AND FUTURE DEVELOPMENTS**

The College's Sixth Form is now complete and the full student roll stands at 1050.

No major capital projects were undertaken during the year although further investments were made in Information and Communications Technologies with the installation of a 2 megabit cable link, providing external E-mail and Internet access for all students. The College's computer software was upgraded to Windows '95 and Office '97 and integrated learning skills enhanced in languages and key skills through the introduction of new software packages.

The Governors remain highly satisfied with all aspects of the performance and demeanour of students and staff. Outstanding public examination results at both GCSE and "A" levels were achieved by the students. They are also satisfied with the funding position as at 31 August 1997 and consider the College to be soundly based for the new financial year.

With the continued support of the Dixons Group in the form of a new four-year covenant, the College plans to invest in the next stage of the "Vision" during the forthcoming year, with major alterations to the Library. A lift is also to be installed to provide disabled students with access to the College's upper floor.

### **FIXED ASSETS**

Details of changes in fixed assets are given in note 10 to the financial statements.

### **GOVERNORS**

The Governors who held office during the year are set out on page 1.

The College Governors function with a Finance Committee. At the year end its members were:

Richard Andrews (Chairman)  
Sir Stanley Kalms  
Geoffrey Budd  
Peter Flesher  
Guy Kitchen  
David Longbottom  
Gita North  
Tim Ratcliffe  
John Ridings  
Dr Edward Simpson CB

**DIXONS CITY TECHNOLOGY COLLEGE CHARITABLE TRUST**

**REPORT OF THE GOVERNORS (continued)**

**YEAR ENDED 31 AUGUST 1997**

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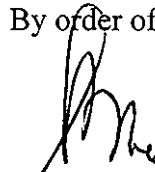
**STATUS**

The College is a company limited by guarantee and is a registered charity. As a result of charitable status it is exempt from UK corporation taxation.

**AUDITORS**

The auditors Pannell Kerr Forster, Chartered Accountants, have signified their willingness to continue in office. A resolution to reappoint them will be proposed at the forthcoming Annual General Meeting.

By order of the Board of Governors



Secretary  
G Budd

Date: 11 December 1997

## **DIXONS CITY TECHNOLOGY COLLEGE CHARITABLE TRUST**

### **STATEMENT OF GOVERNORS' RESPONSIBILITIES**

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Company law requires the Governors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the College and of the surplus or deficit of the College for that period. In preparing those financial statements, the Governors are required to:

- select suitable accounting policies and then apply them consistently;
- ensure grants received from the Department for Education and Employment have been applied for the purpose intended;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards and statements of recommended practice have been followed, subject to any 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 College will continue in business.

The Governors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the College and enable them to ensure that the financial statements comply with the Companies Act 1985. They also have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the College and to prevent and detect fraud and other irregularities.

We have audited the financial statements on pages 6 to 19 which have been prepared under the accounting policies set out on pages 10 and 11.

### RESPECTIVE RESPONSIBILITIES OF GOVERNORS AND AUDITORS

As described on page 4 the College's Governors are responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

### BASIS OF OPINION

We conducted our audit in accordance with Auditing Standards. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the Governors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the College's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

### OPINION

In our opinion:

- a) the financial statements give a true and fair view of the state of affairs of the College at 31 August 1997, and of its income and expenditure for the year then ended and have been properly prepared in accordance with the Companies Act 1985.
- b) the financial statements have been prepared in accordance with the Financial Reporting and Annual Accounts Requirements issued by the Department for Education and Employment in respect of the relevant financial year;
- c) proper accounting records have been kept by the College throughout the relevant financial year;
- d) grants made by the Department for Education and Employment have been applied for the purposes intended;
- e) we are satisfied that the College's systems of internal controls are such as to comply with the obligations placed on the governing body by the Secretary of State for Education and Employment and we have not identified any material weaknesses.

Leeds  
23 December 1997

  
PANNELL KERR FORSTER  
Chartered Accountants  
Registered Auditors

**DIXONS CITY TECHNOLOGY COLLEGE CHARITABLE TRUST**

**STATEMENT OF FINANCIAL ACTIVITIES**

**YEAR ENDED 31 AUGUST 1997**

	Notes	Unrestricted funds £	Restricted funds £	Endowment funds (private) £	Endowment funds (public) £	Total 1997 £	Total 1996 £
<b>Incoming resources</b>							
Grants receivable		-	3,176,293	-	18,859	3,195,152	3,128,390
Capital sponsorship	3	-	-	98,788	-	98,788	141,833
Less: transferred to capital fund	14	-	-	(98,788)	(18,859)	(117,647)	(248,311)
Investment income	4	16,719	23,015	-	-	39,734	23,908
Other income	4	114,833	-	-	-	114,833	71,218
Amortisation transfer	14	-	-	94,134	376,534	470,668	449,260
<b>Total incoming resources</b>		<u>131,552</u>	<u>3,199,308</u>	<u>94,134</u>	<u>376,534</u>	<u>3,801,528</u>	<u>3,566,298</u>
<b>Resources expended</b>							
Direct charitable expenditure:							
Provision of education		34,653	2,472,505	-	-	2,507,158	2,366,787
Support costs		-	349,532	-	-	349,532	266,046
Other expenditure:							
Educational, management and administration		-	528,155	-	-	528,155	568,445
Premises		-	294,181	-	-	294,181	283,485
<b>Total resources expended</b>	5	<u>34,653</u>	<u>3,644,373</u>	<u>-</u>	<u>-</u>	<u>3,679,026</u>	<u>3,484,763</u>
<b>Net incoming/(outgoing) resources before transfers</b>		96,899	(445,065)	94,134	376,534	122,502	81,535
Transfer between funds		(5,000)	5,000	-	-	-	-
Amortisation transfer	14	-	470,668	(94,134)	(376,534)	-	-
<b>Net movement in funds</b>		<u>91,899</u>	<u>30,603</u>	<u>-</u>	<u>-</u>	<u>122,502</u>	<u>81,535</u>
Fund balances brought forward at 1 September 1996		199,930	11,002	-	-	210,932	129,397
<b>Fund balances carried forward at 31 August 1997</b>	15/ 16	<u>291,829</u>	<u>41,605</u>	<u>-</u>	<u>-</u>	<u>333,434</u>	<u>210,932</u>

The Statement of Financial Activities analyses all the capital and income resources and expenditures of the College during the year and reconciles the movements in funds. Further analysis of the income and expenditure for the year is shown on page 7 and the overall financial position at the year end is summarised in the balance sheet on page 8.

# DIXONS CITY TECHNOLOGY COLLEGE CHARITABLE TRUST

## INCOME AND EXPENDITURE ACCOUNT

YEAR ENDED 31 AUGUST 1997

	Notes	1997 £	1996 £
<b>INCOME</b>			
Annual per capita grant	2	3,176,293	3,021,912
Other income	4	154,567	95,126
Amortisation of capital grant	14	470,668	449,260
		<u>3,801,528</u>	<u>3,566,298</u>
<b>EXPENDITURE</b>			
Annual per capita grant related expenditure	2	3,141,103	2,979,313
Private sector income related expenditure		29,005	21,940
Depreciation		508,918	483,510
		<u>3,679,026</u>	<u>3,484,763</u>
<b>EXCESS OF INCOME OVER EXPENDITURE - BEFORE TRANSFERS</b>	<b>19</b>	<u>122,502</u>	<u>81,535</u>
<b>TRANSFERS TO:</b>			
<b>GENERAL PURPOSE FUND:</b> Restricted	<b>15</b>	30,603	5,784
Unrestricted	<b>16</b>	76,899	65,751
		<u>107,502</u>	<u>71,535</u>
<b>PREMISES FUND</b>	<b>16</b>	15,000	10,000
		<u>122,502</u>	<u>81,535</u>

The Income and Expenditure account is derived from the Statement of Financial Activities on page 6 which, together with the notes to the accounts on pages 10 to 20 provides full information on the movements during the year on all the funds of the College.

All items dealt with in arriving at the excess of income over expenditure for 1997 and 1996 relate to continuing operations.

The College has no recognised gains or losses other than those included in the above results and therefore no separate statement of gains and losses has been presented.

# DIXONS CITY TECHNOLOGY COLLEGE CHARITABLE TRUST

## BALANCE SHEET

31 AUGUST 1997

	Notes	1997	1996
		£	£
<b>TANGIBLE FIXED ASSETS</b>	<b>10</b>	8,353,296	8,691,636
<b>CURRENT ASSETS</b>			
Stock	11	-	7,778
Debtors	12	6,569	14,318
Prepayments and accrued income		41,843	49,555
Cash at bank and in hand		<u>670,949</u>	<u>577,613</u>
		<u>719,361</u>	<u>649,264</u>
<b>LESS: CURRENT LIABILITIES</b>			
Amounts falling due within one year			
Trade creditors		60,073	68,336
Other creditors	13	91,500	96,258
Accruals and deferred income		<u>186,695</u>	<u>211,398</u>
		<u>338,268</u>	<u>375,992</u>
<b>NET CURRENT ASSETS</b>		381,093	273,272
<b>DEFERRED INCOME</b>	<b>14</b>	<u>(8,400,955)</u>	<u>(8,753,976)</u>
<b>NET ASSETS</b>		<u><u>333,434</u></u>	<u><u>210,932</u></u>
<b>FINANCED BY:</b>			
<b>FUNDS</b>			
Restricted funds	15	41,605	11,002
Unrestricted fund	16	226,829	149,930
Premises fund	16	<u>65,000</u>	<u>50,000</u>
	19	<u><u>333,434</u></u>	<u><u>210,932</u></u>

Approved on behalf of the Board on *11th December 1997* 11 December 1997

E Simpson

*Edward H. Simpson*  
Governor

**DIXONS CITY TECHNOLOGY COLLEGE CHARITABLE TRUST**

**CASH FLOW STATEMENT**

**YEAR ENDED 31 AUGUST 1997**

	Notes	1997		1996	
		£	£	£	£
<b>OPERATING ACTIVITIES</b>					
<b>RECEIPTS</b>					
Recurrent grants received from DfEE:					
Annual per capita grant			3,148,493		3,049,712
Other receipts from DfEE			45,534		23,243
Other receipts			64,351		41,199
<b>PAYMENTS</b>					
Staff costs			(2,460,683)		(2,186,324)
Other operating expenses			<u>(685,884)</u>		<u>(762,470)</u>
<b>NET CASH INFLOW FROM OPERATING ACTIVITIES</b>	<b>18</b>		<b>111,811</b>		<b>165,360</b>
<b>RETURNS ON INVESTMENT AND SERVICING OF FINANCE</b>					
Interest received			35,134		23,908
<b>CAPITAL EXPENDITURE</b>					
Payments to acquire tangible fixed assets		(188,368)		(192,251)	
Receipts from sales of tangible fixed assets		<u>17,112</u>		<u>11,125</u>	
			(171,256)		(181,126)
<b>FINANCING</b>					
Capital grants from DfEE		18,859		106,478	
Support from sponsors		<u>98,788</u>		<u>135,353</u>	
			<u>117,647</u>		<u>241,831</u>
<b>NET INCREASE IN CASH AT BANK AND IN HAND</b>			<b>93,336</b>		<b>249,973</b>
<b>CASH AT BANK AND IN HAND BROUGHT FORWARD AT THE BEGINNING OF THE YEAR</b>			<u><b>577,613</b></u>		<u><b>327,640</b></u>
<b>CASH AT BANK AND IN HAND AT THE END OF THE YEAR</b>			<u><u><b>670,949</b></u></u>		<u><u><b>577,613</b></u></u>

# DIXONS CITY TECHNOLOGY COLLEGE CHARITABLE TRUST

## NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 AUGUST 1997

### 1 ACCOUNTING POLICIES

(a) **Accounting convention**

The accounts are prepared in accordance with the historical cost convention and also in accordance with DfEE accounting requirements. DfEE accounting requirements vary in format from those of the Companies Act 1985 and have been applied where special circumstances exist. The format has also been adapted to provide information which complies with the Statement of Recommended Practice (SORP) Accounting by Charities.

The company is exempt from the requirement to prepare group accounts on the basis that it is a medium sized group. The financial statements relate to this company only.

(b) **Income and Expenditure**

Income is the total amount of income receivable by the College for the year. Expenditure is charged to the Income and Expenditure account on an accruals basis.

(c) **Grants**

Revenue grants received are released to revenue during the year in which the expenditure to which they relate is incurred. Capital grants are credited to a separate fund.

In accordance with the charities SORP expenditure has been analysed between direct charitable and other expenditure. The only activity undertaken by the College is the operation of the College and indirect charitable expenditure reflects the costs of management, administration and fundraising necessary for the operation of the College. Items of expenditure which involve more than one cost category have been apportioned on a reasonable, justifiable and consistent basis for the cost category concerned, these include:

<b>Cost category</b>	<b>Basis of apportionment</b>
♦ Maintenance of Premises	Capacity of accommodation utilised
♦ Depreciation	Capacity of accommodation utilised

(d) **Tangible fixed assets**

Depreciation is calculated to write off the cost of tangible fixed assets over their estimated useful lives as follows:

Freehold land	Nil
Freehold buildings	1.67% - 10% straight line
Plant and machinery	10% straight line
Furniture and equipment	10%-25% - straight line
Computer equipment	
and installed software	25% straight line
Motor vehicles	25% reducing balance

Software purchased independently of computers is written off in the year of purchase.

# DIXONS CITY TECHNOLOGY COLLEGE CHARITABLE TRUST

## NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 AUGUST 1997

### 1 ACCOUNTING POLICIES (continued)

#### (e) Taxation

Under S360 Taxes Act 1970 the College is not liable to corporation taxation. The cost of Value Added Tax incurred by the College has been included in the Income and Expenditure Account.

#### (f) Capital Expenditure

Funds received towards capital expenditure by way of grants from the Government and by private donations are added to the Capital Funding Account. A transfer is made to the income and expenditure account in respect of amortisation over the estimated useful lives of the fixed assets purchased.

#### (g) Pension costs

Retirement benefits to teachers employed by the company are provided by the Teachers Superannuation Scheme (TSS). The TSS is a national, statutory, contributory, unfunded final salary scheme administered by the Teachers Pension Agency, an executive agency of the Department for Education and Employment. Pension costs are assessed in accordance with the advice of the Government Actuary.

Costs include normal and supplementary contributions. The regular cost is the normal contribution, expressed as a percentage of salary of a teacher newly entering service, which would defray the cost of benefits payable in respect of that service. Variations from the regular pension cost are met by a supplementary contribution. This occurs if, as a result of the actuarial investigation, it is found that the accumulated liabilities for benefits to past and present teachers are not fully covered by normal contributions to be paid in the future and by the fund built up from past contributions. The normal and supplementary contributions are charged to the income and expenditure account in the year.

Non teaching members of staff are offered membership of a defined contribution scheme. The assets of this scheme are held separately from those of the company, being invested with insurance companies. The pension costs for that scheme represent the contributions payable by the company in the year.

#### (h) Operating leases

Payments made in respect of assets hired under operating leases are written off to the income and expenditure account as incurred.

**DIXONS CITY TECHNOLOGY COLLEGE CHARITABLE TRUST**

**NOTES TO THE FINANCIAL STATEMENTS**

**YEAR ENDED 31 AUGUST 1997**

	<b>1997</b>	<b>1996</b>
	<b>£</b>	<b>£</b>
<b>2 ANNUAL PER CAPITA GRANT (APG)</b>		
APG income	3,176,293	3,021,912
Carry over brought forward from previous year	<u>11,002</u>	<u>5,218</u>
	3,187,295	3,027,130
Net APG expenditure	(3,141,103)	(2,979,313)
Transfer from (to) Premises Fund to (from)APG	5,000	(10,000)
Transfer to Capital Fund from APG	<u>(9,587)</u>	<u>(26,815)</u>
Current year carry over	<u>41,605</u>	<u>11,002</u>
Maximum permitted carry over (12%)	<u>381,155</u>	<u>362,629</u>
Excess APG to surrender	<u><u>NIL</u></u>	<u><u>NIL</u></u>
<b>3 PRIVATE SECTOR INCOME</b>		
Capital sponsorship (note 14)	<u><u>98,788</u></u>	<u><u>141,833</u></u>
<b>4 OTHER INCOME</b>		
Interest receivable (public)	23,015	13,084
Interest receivable (private)	16,719	10,824
Sundry income	<u>114,833</u>	<u>71,218</u>
	<u><u>154,567</u></u>	<u><u>95,126</u></u>

# DIXONS CITY TECHNOLOGY COLLEGE CHARITABLE TRUST

## NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 AUGUST 1997

### 5 TOTAL RESOURCES EXPENDED

	Staff costs £	Depreciation £	Other costs £	Total 1997 £	Total 1996 £
Direct provision of education	1,755,416	463,116	288,626	2,507,158	2,366,787
Support costs	236,778	25,446	87,308	349,532	266,046
Educational, management and administration	333,523	20,357	174,275	528,155	568,445
Premises	85,014	-	209,167	294,181	283,485
	<u>2,410,731</u>	<u>508,919</u>	<u>759,376</u>	<u>3,679,026</u>	<u>3,484,763</u>

### 6 EXCESS OF INCOME OVER EXPENDITURE

Excess of income over expenditure is after charging  
the following:

	1997 £	1996 £
Depreciation	508,918	483,510
Educational supplies and services	208,843	192,505
Occupancy costs	160,278	152,877
Maintenance costs	48,889	46,470
Supplies and services	139,340	173,827
Operating lease rentals	25,468	25,945
Auditors' remuneration	9,467	9,079
Miscellaneous	<u>167,091</u>	<u>82,842</u>

### 7 STAFF COSTS

Wages and salaries	2,072,207	2,024,497
Social security costs	170,008	139,338
Other pension costs	141,132	134,684
Health and accident insurance	27,385	19,189
	<u>2,410,731</u>	<u>2,317,708</u>

# DIXONS CITY TECHNOLOGY COLLEGE CHARITABLE TRUST

## NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 AUGUST 1997

### 7 STAFF COSTS (continued)

The average number employed during the year was:	1997 Number	1996 Number
Teaching including technicians	95	94
Management	4	4
Administration	11	11
Premises	3	2
Hourly paid	21	19
	<u>134</u>	<u>130</u>

Employees earning over £40,000 were in the following ranges:

£40,001 - £50,000	2	2
£60,001 - £70,000	<u>1</u>	<u>1</u>

### 8 EMOLUMENTS OF GOVERNORS

The Governors received no emoluments from the College in their capacity as Governors.

### 9 GOVERNORS AND OFFICERS INSURANCE

In accordance with normal commercial practice the College has obtained insurance to protect Governors and officers from claims arising from negligent acts, errors or omissions occurring whilst on College business. The insurance provides cover up to £2m on any one claim at a premium of £1,560.

The College also insures against any losses of money or goods resulting from fraud or dishonesty by College employees. The insurance provides cover up to £250,000 and the cost for year ended 31 August 1997 was £353.

# DIXONS CITY TECHNOLOGY COLLEGE CHARITABLE TRUST

## NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 AUGUST 1997

### 10 TANGIBLE FIXED ASSETS

	Freehold land and buildings £	Plant and machinery £	Furniture and equipment £	Computer equipment and software £	Motor vehicles £	Total £
<b>Cost:</b>						
At 1 September 1996	8,363,380	628,250	1,661,939	706,341	15,354	11,375,264
Additions	127	-	66,322	99,314	22,605	188,368
Disposals	-	-	(38,749)	(192,800)	(15,354)	(246,903)
At 31 August 1997	<u>8,363,507</u>	<u>628,250</u>	<u>1,689,512</u>	<u>612,855</u>	<u>22,605</u>	<u>11,316,729</u>
<b>Accumulated depreciation:</b>						
At 1 September 1996	984,924	376,950	825,149	486,649	9,956	2,683,628
Charge for year	175,676	64,128	167,094	94,652	7,368	508,918
Disposals	-	-	(26,582)	(192,440)	(10,091)	(229,113)
At 31 August 1997	<u>1,160,600</u>	<u>441,078</u>	<u>965,661</u>	<u>388,861</u>	<u>7,233</u>	<u>2,963,433</u>
<b>Net book value:</b>						
At 31 August 1997	<u>7,202,907</u>	<u>187,172</u>	<u>723,851</u>	<u>223,994</u>	<u>15,372</u>	<u>8,353,296</u>
At 31 August 1996	<u>7,378,456</u>	<u>251,300</u>	<u>836,790</u>	<u>219,692</u>	<u>5,398</u>	<u>8,691,636</u>
Source of funding for assets acquired since date of incorporation.						
Capital grants	6,244,760	502,600	1,015,313	208,443	-	7,971,116
Private sector	2,118,747	125,650	651,254	239,951	22,605	3,158,207
Other DfEE grants	-	-	22,945	164,461	-	187,406
	<u>8,363,507</u>	<u>628,250</u>	<u>1,689,512</u>	<u>612,855</u>	<u>22,605</u>	<u>11,316,729</u>

The net book value at 31 August 1997 represents Fixed Assets used for:

#### Direct charitable purposes:

Educational provision	6,554,718	187,172	658,659	185,498	-	7,586,047
Support services	360,216	-	48,674	29,197	-	438,087

#### Other purposes:

Management and administration	287,973	-	16,518	9,299	15,372	329,162
	<u>7,202,907</u>	<u>187,172</u>	<u>723,851</u>	<u>223,994</u>	<u>15,372</u>	<u>8,353,296</u>

# DIXONS CITY TECHNOLOGY COLLEGE CHARITABLE TRUST

## NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 AUGUST 1997

### 10 TANGIBLE FIXED ASSETS (continued)

	Freehold properties £
Land and Buildings comprise:	
Cost	8,363,507
Depreciation	<u>(1,160,600)</u>
At 31 August 1997	<u>7,202,907</u>
At 31 August 1996	<u>7,378,456</u>

The above cost includes freehold land of £370,590 which has not been depreciated.

	1997 £	1996 £
11 STOCK		
Stores	<u>-</u>	<u>7,778</u>
12 DEBTORS		
Other debtors	6,569	13,261
Due from subsidiary undertaking	<u>-</u>	<u>1,057</u>
	<u>6,569</u>	<u>14,318</u>
13 OTHER CREDITORS		
Other taxation and social security	42,472	37,816
Other creditors	<u>49,028</u>	<u>58,442</u>
	<u>91,500</u>	<u>96,258</u>

# DIXONS CITY TECHNOLOGY COLLEGE CHARITABLE TRUST

## NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 AUGUST 1997

### 14 DEFERRED INCOME

	Government capital grants £	Private sector capital sponsorship £	Other DfEE grant £	Total £
<b>TOTAL GRANTS</b>				
At 1 September 1996	8,137,496	3,279,289	49,591	11,466,376
Income during year	18,859	98,788	-	117,647
At 31 August 1997	<u>8,156,355</u>	<u>3,378,077</u>	<u>49,591</u>	<u>11,584,023</u>
<b>Amortisation:</b>				
At 1 September 1996				2,712,400
Current charge in year				470,668
At 31 August 1997				<u>3,183,068</u>
<b>Net deferred income:</b>				
At 31 August 1997				<u>8,400,955</u>
At 31 August 1996				<u>8,753,976</u>

### 15 RESTRICTED FUNDS

The income funds of the College comprise the following balances of grants to be applied for specific purposes.

	Balance at 31 August 1996 £	Incoming resources £	Expenditure gains/losses and transfers £	Balance at 31 August 1997 £
APG	<u>11,002</u>	<u>3,176,293</u>	<u>3,145,690</u>	<u>41,605</u>

The movement on the restricted fund amounted to £30,603.

### 16 DESIGNATED FUNDS

The income funds of the College include a designated fund for building maintenance which has been set aside out of both restricted and unrestricted funds by the Governors for this purpose.

	Balance at 31 August 1996 £	Incoming resources £	Balance at 31 August 1997 £
Premises fund	50,000	15,000	65,000
Unrestricted funds	<u>149,930</u>	<u>76,899</u>	<u>226,829</u>
	<u>199,930</u>	<u>91,899</u>	<u>291,829</u>

**DIXONS CITY TECHNOLOGY COLLEGE CHARITABLE TRUST**

**NOTES TO THE FINANCIAL STATEMENTS**

**YEAR ENDED 31 AUGUST 1997**

**17 ANALYSIS OF NET ASSETS BETWEEN FUNDS**

	<b>Unrestricted</b>	<b>Restricted</b>	<b>Endowment funds</b>		<b>Total</b>
	<b>£</b>	<b>£</b>	<b>Public</b>	<b>Private</b>	<b>£</b>
			<b>£</b>	<b>£</b>	
Tangible fixed assets	-	(47,659)	6,720,763	1,680,192	8,353,296
Current assets	291,829	427,532	-	-	719,361
Current liabilities	-	(338,268)	-	-	(338,268)
Deferred income	-	-	(6,720,763)	(1,680,192)	(8,400,955)
	<u>291,829</u>	<u>41,605</u>	<u>-</u>	<u>-</u>	<u>333,434</u>

**18 RECONCILIATION OF EXCESS OF INCOME OVER EXPENDITURE TO NET CASH INFLOW FROM OPERATING ACTIVITIES**

	<b>1997</b>	<b>1996</b>
	<b>£</b>	<b>£</b>
Excess of income over expenditure of revenue fund for the year	122,502	81,535
Interest receivable	(35,134)	(23,908)
Loss/(profit) on sale of fixed assets	678	(5,318)
Decrease/(increase) in stock	7,778	(4,934)
Decrease in debtors	15,461	15,708
(Decrease)/increase in creditors	(37,724)	68,027
Net depreciation charge	<u>38,250</u>	<u>34,250</u>
	<u>111,811</u>	<u>165,360</u>

**19 RECONCILIATION OF MOVEMENT IN FUNDS**

Excess of income over expenditure of revenue fund for the year	122,502	81,535
Balance at 1 September 1996	<u>210,932</u>	<u>129,397</u>
Balance at 31 August 1997	<u>333,434</u>	<u>210,932</u>

# DIXONS CITY TECHNOLOGY COLLEGE CHARITABLE TRUST

## NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 AUGUST 1997

<b>20</b>	<b>CAPITAL COMMITMENTS</b>	<b>1997</b>	<b>1996</b>
		<b>£</b>	<b>£</b>
	Contracted but not provided for	<u>29,901</u>	<u>5,018</u>

### **21 PENSION CONTRIBUTIONS**

The Teaching Staff are members of The DfEE Teachers' Pensions Agency Teachers' Superannuation Scheme, which is a defined benefit scheme. The assets of the scheme are held separately from those of the College in an independently administered fund. The College has also arranged personal pension plans for those non-teaching staff who wish to avail themselves of the facility. These schemes are defined contribution schemes. The pension costs charge represents the contribution payable by the College to the schemes, and amounted to £141,132 (1996: £134,225). At 31 August 1997 contributions amounting to £Nil (1996: £14,482) were payable to the scheme and are included in creditors.

### **22 MEMBERS**

The liability of members is limited to a guarantee of £1 each if the College is wound up during membership or within one year after ceasing to be a member. At 31 August 1997 there were 4 members (1996 - 4 members).

<b>23</b>	<b>OPERATING LEASES</b>	<b>1997</b>	<b>1996</b>
		<b>£</b>	<b>£</b>
	The College had operating lease commitments to pay during the next year in respect of equipment leases:		
	Expiring between two and five years:		
	Photocopying equipment	<u>21,598</u>	<u>21,598</u>

### **24 INVESTMENT IN SUBSIDIARY UNDERTAKING**

The College was previously gifted the whole of the issued share capital of CTC Services (Bradford) Limited comprising 100 ordinary shares of £1 each. The principal activity of CTC Services (Bradford) Limited was marketing of the services of Dixons City Technology College Charitable Trust and the staff to third parties other than students. Group accounts have not been prepared as the group is exempt under Section 248 of the Companies Act 1985.

The company ceased to trade with effect from 31 August 1996, and at 31 August 1997 the company had a deficiency of net assets amounting to £19,815.