

REGISTERED COMPANY NUMBER: 02739356 (England and Wales)
REGISTERED CHARITY NUMBER: 1015449

**Strategic Report, Report of the Trustees and
Audited Financial Statements for the Year Ended 31 July 2016
for
Derby Grammar School Trust Limited**

**HSKS Greenhalgh
Chartered Accountants &
Statutory Auditor
18 St Christopher's Way
Pride Park
Derby
DE24 8JY**

WEDNESDAY



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COMPANIES HOUSE

Derby Grammar School Trust Limited

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for the Year Ended 31 July 2016**

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Derby Grammar School Trust Limited

Strategic Report for the Year Ended 31 July 2016

The trustees present their strategic report for the year ended 31 July 2016.

ACHIEVEMENTS AND PERFORMANCE

The Trustees believe that it is important that the benefit of education at Derby Grammar School is made available to children of families who would not otherwise be able to afford school fees. Within the constraints of the School's small size and lack of any permanent endowment, we offer bursary awards to those who meet our general entry requirements on the basis of the parental means and also in cases where a pupil's education would otherwise be put at risk. In assessing means we use the methodology suggested by the Independent Schools' Bursars Association, taking into account income from all sources, capital and savings and family circumstances including dependent relatives and the number of siblings. In funding these awards the Trustees have to be mindful of achieving a balance between fee-paying families, many of which have made considerable sacrifices to fund their child's education, and those benefitting from the awards.

We offer bursaries ranging from 5% to 100% remission of fees. Parents joining the School are made aware of the bursaries available.

Awards offered during this year amount to £111,847 (3.6% of fees); those taken up amount to £82,727 (2.7% of fees), representing a decrease of £7,537 on 2015.

In addition, the School has demonstrated its commitment to the public in many other ways, including:

Raising in excess of £20,000 for various charities.

Events in support of the homeless (including teenage homeless in the Derby area)

Pupils from years 10, 11 and 12 involved in community work

Free use of playing fields to local sports clubs

Reduced charges for use of school facilities for musical events

Providing concerts in the local community

The school has now established a stronger link with a village and school community in Tanzania and it is likely that this will be taken forward in future years. This same community has also been helped during the year by the junior school.

By far the largest contribution made by the School to the public benefit, but not currently recognised as such by the Charity Commission, is the saving of approximately £5.5k per pupil - £1.5m - for our School from the public exchequer, funds that without the availability of independent education, would otherwise have had to be spent in providing education at local state schools.

FINANCIAL REVIEW

The balance sheet shows the assets and liabilities of the various funds by type. Note 19 describes the various trusts of the charity and summarises the movements for the year on each fund.

The Trustees believe that a reasonable level of reserves should equate to two term's expenses. There remains much work to do in this respect, which will be achieved by stimulating local demand for the School, in order to attain higher sustainable numbers of pupils attending, and by general purpose appeals from time to time.

The Trustees have continued to keep the secured overdraft under review to ensure that, whilst reserves remain less than ideally required, it remains adequate to cover the school's working capital requirements.

PLANS FOR FUTURE PERIODS

The Trustees' plan for future periods is one of consolidation whilst continuing to expand access into our co-educational sixth form to pupils from local schools without sixth form facilities and also maximising our capacity at Junior School level.

The school is considering expanding its sports facilities in the future, and premises have been acquired as described in note 21. For the immediate future, a school wide Wi-Fi network has been installed to enhance teaching and learning and the provision of IT within the classroom environment.

PRINCIPAL RISKS AND UNCERTAINTIES

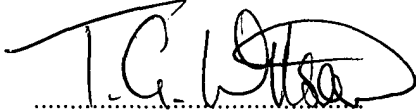
The trustees have a duty to identify and review the risks to which the charity is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error.

Derby Grammar School Trust Limited

**Strategic Report
for the Year Ended 31 July 2016**

The trustees view the principal area of risk as being the uncertainty at the time of the preparation of the budget going forward regarding the number of pupils who will attend the school. Steps taken to mitigate this risk are the production of sensitivity analyses, the formulation of a plan to minimise running expenses, and above all encouragement to secure as many pupils as may be practical for the future. As a precaution the trustees review the budget at the beginning of the academic year to ensure that it represents something still achievable.

Approved by order of the board of trustees on27 March 2017..... and signed on its behalf by:

A handwritten signature in black ink, appearing to read 'T.G. Wilson', written over a dotted line.

Mr T G Wilson - Trustee

Derby Grammar School Trust Limited

Report of the Trustees for the Year Ended 31 July 2016

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 31 July 2016. The trustees have adopted the provisions of 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 (FRS 102) (effective 1 January 2015).

OBJECTIVES AND ACTIVITIES

Objectives and aims

The principal object for which the company was established is to educate children in the City of Derby, South Derbyshire and Burton-Upon-Trent from the ages of 7 to 18.

The principal aim of the school is to increase the number of pupils ultimately to 480 aged from 7 to 18. In addition the school hopes to develop links with local state schools, particularly those without their own sixth forms, with a view to being able to offer sixth form places to their pupils; bursaries, the level of which will be means tested will be made available for this purpose.

Significant activities

The school is fortunate in having staff who are more than willing to devote time to a substantial number of extra-mural activities, designed to give pupils experience over and above the curriculum, with the aim that by the time pupils leave the school, they will be confident, articulate, self assured and well prepared for life beyond school.

Grantmaking

The Governors of Derby Grammar School are committed to broadening access to the School by offering to eligible parents/guardians means-tested financial support with the payment of the School's fees. Such support is known as a Bursary and these may be awarded in the form of a discount of up to 100% on tuition fees payable, depending on the financial, compassionate or other pertinent circumstances of applicants.

Grants and bursaries, all of which are made from unrestricted funds, are subject to repeat testing of parental means each year and may be varied upwards or downwards, depending on parental circumstances.

Derby Grammar School Trust Limited

Report of the Trustees for the Year Ended 31 July 2016

FINANCIAL REVIEW

Business Review

This report covers the twenty first year of the school, during which the number of pupils attending reached 267, of which 209 were senior pupils. The number of pupils is one of the principal key performance indicators, and the Trustees consider this level to be satisfactory.

The year has again produced a trading surplus, which the Council of Management considers satisfactory, and represents a year of further consolidation. Again, this is one of the principal key performance indicators. The Council is also pleased to report another year of positive cash generation. As a relatively new and small school cashflows, pupil numbers and trading are monitored closely on an ongoing basis. The Trustees remain extremely grateful to the ongoing support of its benefactors, a small group of long standing supporters of the school.

Since the year end the school has acquired from Derby College the Sports Hall, floodlit all weather pitch, and playing fields located at Mackworth for a sum of £450,000. These superb facilities were acquired with the support of our bankers and substantial donations from two of our benefactors. Further fund raising to improve and develop the facilities will be taking place, but the acquisition of our own sports facilities is something which we have been striving for since the school's formation, and marks a watershed moment for the school. The facilities will also offer substantial public use and we look forward to working with the local community and sports clubs to maximise its use.

During the year, and in connection with the provision of new bank funding for the Mackworth site, the school's freehold properties were subject to professional valuation for bank security purposes. The valuation of the main school site, on the basis that it continues to be used as a school, was disappointing and resulted in a deficit of £891,479. The trustees are of the opinion that the valuation is harsh, but recognise that it was carried out for bank lending purposes and that there are very few comparable properties against which the valuers can benchmark. This impairment has been reflected in the accounts. The school's property at Staker Lane, Derby, was also professionally valued. This produced a surplus of £245,986 against book value which has also been reflected in the financial statements. On a combined basis therefore the balance sheet has been adversely impacted by £645,493 as a result of property valuations. It is pleasing to note that the valuations did not prevent the advance of bank funding in connection with the Mackworth acquisition. Although disappointing, it is important to also note that the valuations represent 'book entries' only, have no bearing on underlying trading, and do not impact cashflow.

The Trustees have adopted the provisions of the Charities SORP (FRS 102) in preparing the annual report and financial statements of the charity and have prepared the accounts in accordance with the Companies Act 2006.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

The company, incorporated under the Companies Act 1985 and 1989, is limited by guarantee and does not have a share capital. Its registered number is 2739356, and the company is also registered as a charity under the Charities Act 1993, number 1015449.

Recruitment and appointment of new trustees

The company's Articles of Association allow for Trustees to serve for a three year term. Trustees must retire at the annual general meeting following their completion of three years' service, but may stand for re-election.

The Board has the power at any time, and from time to time, to appoint any person to be a Trustee, either to fill a casual vacancy or as an addition to the existing Trustees, subject to the total number of Trustees at any time not exceeding sixteen. Any Trustee appointed holds office only until the next following annual general meeting, and then becomes eligible for re-election.

New Trustees are generally found from the contacts and networking of existing Trustees to provide for the school a wide range of skills.

Derby Grammar School Trust Limited

Report of the Trustees for the Year Ended 31 July 2016

STRUCTURE, GOVERNANCE AND MANAGEMENT

Organisational structure

The Board of Trustees administers the charity. The Board meets four times a year, as do the Governors, and there are sub-committees covering finance, property, health & safety and marketing & development which also meet at least four times a year.

A separate Board of Governors is responsible for the operation of the school.

The headmaster, appointed by the Trustees, manages the day to day operations of the school.

Induction and training of new trustees

The school follows the guidelines in respect of this matter issued by the Independent Schools Association.

Related parties

Derby Grammar School Foundation (DGSF) (Charity Number 1078193) is a connected charity within the meaning of the Statement of Recommended Practice, by virtue of the majority of its Trustees also being Trustees of this company.

An amount of £461,298 remains as an interest free loan to the School with no fixed date for repayment.

The Trustees are grateful to DGSF for its continuing support.

Risk management

The trustees have a duty to identify and review the risks to which the charity is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

02739356 (England and Wales)

Registered Charity number

1015449

Registered office

Rykneld Hall
Rykneld Road
Littleover
Derby
Derbyshire
DE23 4BX

Trustees

Mrs E A Atkinson
Mr R A Kington
Mr T G Wilson

Company Secretary

Miss J A Jameson MAAT

Auditors

HSKS Greenhalgh
Chartered Accountants &
Statutory Auditor
18 St Christopher's Way
Pride Park
Derby
DE24 8JY

Derby Grammar School Trust Limited

Report of the Trustees for the Year Ended 31 July 2016

REFERENCE AND ADMINISTRATIVE DETAILS

Solicitors

Flint Bishop LLP
St Michael's Court
St Michael's Lane
Derby
DE1 3HQ

Bankers

Barclays Bank PLC
P.O. Box 493
Sir Frank Whittle Road
Derby
DE1 2JT

Patron

Sir Nigel Rudd

Governors

The Board Of Trustees
P Sterling (resigned 14/12/15)
S Richardson
I Beardmore
Mrs M Viles
I Louch
J Pugh Lewis

Headmaster

Mr R D Paine BA (Hons)

EVENTS SINCE THE END OF THE YEAR

Information relating to events since the end of the year is given in the notes to the financial statements.

PUBLIC BENEFIT

The Trustees have complied with the duty imposed by s4 Charities Act 2006 to have due regard to public benefit guidance published by the Charity Commission.

STATEMENT OF TRUSTEES RESPONSIBILITIES

The trustees (who are also the directors of Derby Grammar School Trust Limited for the purposes 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.

Derby Grammar School Trust Limited

**Report of the Trustees
for the Year Ended 31 July 2016**

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.

AUDITORS

The auditors, HSKS Greenhalgh, will be proposed for re-appointment at the forthcoming Annual General Meeting.

Approved by order of the board of trustees on 27 March 2017 and signed on its behalf by:



Mr T G Wilson - Trustee

Report of the Independent Auditors to the Members of Derby Grammar School Trust Limited

We have audited the financial statements of Derby Grammar School Trust Limited for the year ended 31 July 2016 on pages ten to thirty. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

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 set out on page six, 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 Strategic Report and the Report of the Trustees to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. 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 31 July 2016 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.

Other Matter

In our opinion the information given in the Strategic Report and 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
Derby Grammar School Trust 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.



Kultaran Singh FCA (Senior Statutory Auditor)
for and on behalf of HSKS Greenhalgh
Chartered Accountants &
Statutory Auditor
18 St Christopher's Way
Pride Park
Derby
DE24 8JY

Date: 27 March 2017

Derby Grammar School Trust Limited

**Statement of Financial Activities
(Incorporating an Income and Expenditure Account)
for the Year Ended 31 July 2016**

		Unrestricted funds £	Restricted fund £	Endowment funds £	2016 Total funds £	2015 Total funds £
	Not es					
INCOME AND ENDOWMENTS FROM						
Donations and legacies	2	44,394	-	-	44,394	6,793
Charitable activities	4					
Education		2,855,579	-	-	2,855,579	2,835,763
Welfare		130,199	-	-	130,199	127,361
Support		46,254	-	-	46,254	44,864
Investment income	3	12,099	-	31	12,130	8,754
Total		3,088,525	-	31	3,088,556	3,023,535
 EXPENDITURE ON						
Raising funds	5	-	-	-	-	510
Charitable activities	6					
Education		2,137,087	-	-	2,137,087	2,149,455
Welfare		184,420	-	-	184,420	179,658
Premises		286,897	-	-	286,897	296,879
Support		350,341	-	-	350,341	284,880
Finance		17,318	-	-	17,318	19,764
Total		2,976,063	-	-	2,976,063	2,931,146
Net gains/(losses) on investments		-	-	-	-	1,969
NET INCOME		112,462	-	31	112,493	94,358
 Other recognised gains/(losses)						
Gains/(losses) on revaluation of fixed assets		(645,493)	-	72	(645,421)	36
Net movement in funds		(533,031)	-	103	(532,928)	94,394
 RECONCILIATION OF FUNDS						
Total funds brought forward		1,190,055	27,102	9,807	1,226,964	1,132,570
 TOTAL FUNDS CARRIED FORWARD		657,024	27,102	9,910	694,036	1,226,964

CONTINUING OPERATIONS

All income and expenditure has arisen from continuing activities.

The notes form part of these financial statements

Derby Grammar School Trust Limited

**Balance Sheet
At 31 July 2016**


	Not es	Unrestricted funds £	Restricted fund £	Endowment funds £	2016 Total funds £	2015 Total funds £
FIXED ASSETS						
Tangible assets	12	2,263,998	-	-	2,263,998	2,951,413
Investments	13	<u>27,609</u>	<u>-</u>	<u>792</u>	<u>28,401</u>	<u>28,329</u>
		2,291,607	-	792	2,292,399	2,979,742
CURRENT ASSETS						
Debtors	14	1,056,565	-	-	1,056,565	1,063,382
Cash at bank and in hand		<u>3,725</u>	<u>27,102</u>	<u>9,118</u>	<u>39,945</u>	<u>36,602</u>
		1,060,290	27,102	9,118	1,096,510	1,099,984
CREDITORS						
Amounts falling due within one year	15	<u>(1,791,776)</u>	<u>-</u>	<u>-</u>	<u>(1,791,776)</u>	<u>(1,873,260)</u>
NET CURRENT ASSETS/(LIABILITIES)		<u>(731,486)</u>	<u>27,102</u>	<u>9,118</u>	<u>(695,266)</u>	<u>(773,276)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		1,560,121	27,102	9,910	1,597,133	2,206,466
CREDITORS						
Amounts falling due after more than one year	16	<u>(903,097)</u>	<u>-</u>	<u>-</u>	<u>(903,097)</u>	<u>(979,502)</u>
NET ASSETS		<u>657,024</u>	<u>27,102</u>	<u>9,910</u>	<u>694,036</u>	<u>1,226,964</u>
FUNDS	19					
Unrestricted funds					411,038	1,190,055
Restricted funds					27,102	27,102
Endowment funds					9,910	9,807
Revaluation fund					<u>245,986</u>	<u>-</u>
TOTAL FUNDS					<u>694,036</u>	<u>1,226,964</u>

The notes form part of these financial statements

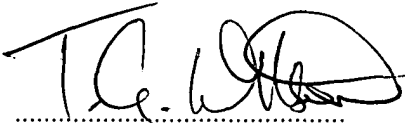
Derby Grammar School Trust Limited

**Balance Sheet - continued
At 31 July 2016**

The financial statements were approved by the Board of Trustees on 27 March 2017 and were signed on its behalf by:



Mrs E A Atkinson -Trustee



Mr T G Wilson -Trustee

The notes form part of these financial statements

Derby Grammar School Trust Limited

**Cash Flow Statement
for the Year Ended 31 July 2016**

	Notes	2016 £	2015 £
Cash flows from operating activities:			
Cash generated from operations	1	166,937	151,930
Interest paid		(10,247)	(11,822)
Interest element of hire purchase and finance lease rental payments		<u>(39)</u>	<u>(280)</u>
Net cash provided by (used in) operating activities		<u>156,651</u>	<u>139,828</u>
Cash flows from investing activities:			
Purchase of tangible fixed assets		(26,753)	(24,849)
Sale of tangible fixed assets		-	1
Sale of fixed asset investments		-	6,417
Interest received		<u>32</u>	<u>241</u>
Net cash provided by (used in) investing activities		<u>(26,721)</u>	<u>(18,190)</u>
Cash flows from financing activities:			
Benefactor loans received in year		150,000	150,000
Benefactor loan repayments in year		(168,909)	(178,138)
Bank loan repayments in year		(55,255)	(54,010)
Income attributable to endowment		31	240
Expenditure attributable to endowment		<u>-</u>	<u>(120)</u>
Net cash provided by (used in) financing activities		<u>(74,133)</u>	<u>(82,028)</u>
Change in cash and cash equivalents in the reporting period		<u>55,797</u>	<u>39,610</u>
Cash and cash equivalents at the beginning of the reporting period	2	<u>(283,370)</u>	<u>(322,980)</u>
Cash and cash equivalents at the end of the reporting period	2	<u>(227,573)</u>	<u>(283,370)</u>

The notes form part of these financial statements

Derby Grammar School Trust Limited

**Notes to the Cash Flow Statement
for the Year Ended 31 July 2016**

1. RECONCILIATION OF NET INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2016 £	2015 £
Net income for the reporting period (as per the statement of financial activities)	112,493	94,358
Adjustments for:		
Depreciation charges	68,675	69,244
Gain on investments	-	(1,969)
Interest received	(32)	(241)
Interest paid	10,247	11,822
Interest element of hire purchase and finance lease rental payments	39	280
Income attributable to endowment	(31)	(240)
Expenditure attributable to endowment	-	120
Decrease/(increase) in debtors	6,817	(41,070)
(Decrease)/increase in creditors	<u>(31,271)</u>	<u>19,626</u>
Net cash provided by (used in) operating activities	<u>166,937</u>	<u>151,930</u>

2. ANALYSIS OF CASH AND CASH EQUIVALENTS

	2016 £	2015 £
Cash in hand	3,725	413
Notice deposits (less than 3 months)	36,220	36,189
Overdrafts included in bank loans and overdrafts falling due within one year	<u>(267,518)</u>	<u>(319,972)</u>
Total cash and cash equivalents	<u>(227,573)</u>	<u>(283,370)</u>

Derby Grammar School Trust Limited

Notes to the Financial Statements for the Year Ended 31 July 2016

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) '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 (FRS 102) (effective 1 January 2015)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention with the exception of investments which are included at market value, as modified by the revaluation of certain assets.

The financial statements are prepared in sterling which is the functional currency of the charity and rounded to the nearest £1.

The charitable company adopted SORP (FRS 102) in the current year, and an explanation of how transition to SORP (FRS 102) has affected the reported financial position and performance is given in note 25.

The School meets its day to day working capital requirements through an overdraft facility and short term loans from benefactors.

The nature of the schools activities is such that there is considerable variation in the timing of the cash flows, and at times headroom against agreed facilities can be low.

The trustees have prepared cash flow information for the period ended 31 July 2017, excluding repayment of £131,896 of benefactor loans whose repayment date is uncertain on the assumption that repayment will not become due. They have also considered the remainder of the period ending 12 months from the date of approval of the financial statements. On the basis of this cash flow information and discussions with the charity's benefactors and bankers, the trustees consider that the school will continue to operate within the facilities currently agreed and within that which they expect to be formally agreed in April 2017, when the school's bankers are due to consider renewing the facility for a further year.

Income

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Grants and bursaries

Grants and bursaries, all of which are made from unrestricted funds, are treated as a deduction from fee amounts billed. More details with regards to the School's bursary programme can be found in the Trustees' report.

Derby Grammar School Trust Limited

**Notes to the Financial Statements - continued
for the Year Ended 31 July 2016**

1. ACCOUNTING POLICIES - continued

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off the cost less estimated residual value of each asset over its estimated useful life.

Freehold property	- Straight line over 20 years
Plant and machinery	- at varying rates on cost
Motor vehicles	- 25% on cost

Investments

Investments are shown in the balance sheet at their market value at the balance sheet date. Surpluses and deficiencies arising on sale are reflected in the year of disposal.

Taxation

The charity is exempt from corporation tax on its charitable activities, but can reclaim income tax on certain voluntary income.

Fund accounting

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

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

The endowment fund is in respect of funds for prizes awarded on Speech Day every year; further explanation of each fund is detailed on Note 19.

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

Pension costs and other post-retirement benefits

The School participates in a multi employer pension scheme, the Governments' Teachers Pension Defined Benefits Scheme, for its teaching staff. The pension liability is the responsibility of the Teachers Pension scheme. As a result it is not possible to identify the assets and liabilities of the scheme that are attributable to the School. Accordingly, under Section 28 of FRS 102 the scheme is accounted for as if it were a defined contributions scheme.

The School operates a money purchase scheme for non teaching staff.

Contributions to both schemes are charged in the Statement of Financial Activities as they become payable in accordance with the rules of the scheme.

Concessionary loans

Concessionary loans are initially measured at the amount received or paid and recognised on a separate line on the balance sheet.

In subsequent years the carrying amount of concessionary loans will be adjusted to reflect any accrued interest payable or receivable.

Derby Grammar School Trust Limited

**Notes to the Financial Statements - continued
for the Year Ended 31 July 2016**

2. DONATIONS AND LEGACIES

	2016	2015
	£	£
Gifts and donations	39,382	6,763
Gift aid	5,012	30
	<u>44,394</u>	<u>6,793</u>

3. INVESTMENT INCOME

	2016	2015
	£	£
Rents received	12,098	8,513
Interest received	32	241
	<u>12,130</u>	<u>8,754</u>

4. INCOME FROM CHARITABLE ACTIVITIES

		2016	2015
	Activity	£	£
School fees	Education	2,827,587	2,801,632
Registration fees	Education	4,970	4,780
Other income	Education	23,022	29,351
School fees	Welfare	130,199	127,361
Other income	Support	46,254	44,864
		<u>3,032,032</u>	<u>3,007,988</u>

5. RAISING FUNDS

Other trading activities

	2016	2015
	£	£
Bad debts	-	510

6. CHARITABLE ACTIVITIES COSTS

	Direct costs	Support costs	Totals
	£	(See note 7) £	£
Education	2,137,087	-	2,137,087
Welfare	184,420	-	184,420
Premises	283,399	3,498	286,897
Support	341,321	9,020	350,341
Finance	17,318	-	17,318
	<u>2,963,545</u>	<u>12,518</u>	<u>2,976,063</u>

Derby Grammar School Trust Limited

**Notes to the Financial Statements - continued
for the Year Ended 31 July 2016**

7. SUPPORT COSTS

	Governance costs
	£
Premises	3,498
Support	<u>9,020</u>
	<u>12,518</u>

Support costs, included in the above, are as follows:

Governance costs

	Premises	Support	2016 Total activities	2015 Total activities
	£	£	£	£
Insurance	3,498	-	3,498	3,567
Auditors' remuneration	-	8,540	8,540	8,300
Auditors' remuneration for non audit work	-	480	480	360
Accountancy and legal fees	-	-	-	<u>1,212</u>
	<u>3,498</u>	<u>9,020</u>	<u>12,518</u>	<u>13,439</u>

8. NET INCOME/(EXPENDITURE)

Net income/(expenditure) is stated after charging/(crediting):

	2016	2015
	£	£
Auditors' remuneration	8,540	8,300
Other non-audit services	480	360
Depreciation - owned assets	<u>68,675</u>	<u>69,244</u>

9. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 July 2016 nor for the year ended 31 July 2015.

Trustees' expenses

	2016	2015
	£	£
The following expenses were paid to trustees	Nil	Nil

Derby Grammar School Trust Limited

**Notes to the Financial Statements - continued
for the Year Ended 31 July 2016**

10. STAFF COSTS

	2016	2015
	£	£
Wages and salaries	1,850,985	1,872,715
Social security costs	155,631	145,674
Other pension costs	253,564	225,933
	<u>2,260,180</u>	<u>2,244,322</u>

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

	2016	2015
School	49	50
Catering	7	7
Administration	5	5
Property	8	9
Marketing	1	1
	<u>70</u>	<u>72</u>

The number of employees whose emoluments as defined for taxation purposes amounted to over £60,000 in the year was as follows:

	2016	2015
£70,000 - £80,000	1	1

Pension contributions made in respect of higher paid employees were as follows:

	2016	2015
	£	£
Contributions to employees' pensions	11,909	10,202

11. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted funds £	Restricted fund £	Endowment funds £	Total funds £
INCOME AND ENDOWMENTS FROM				
Donations and legacies	6,793	-	-	6,793
Charitable activities				
Education	2,835,763	-	-	2,835,763
Welfare	127,361	-	-	127,361
Support	44,864	-	-	44,864
Investment income	<u>8,514</u>	<u>-</u>	<u>240</u>	<u>8,754</u>
Total	3,023,295	-	240	3,023,535

Derby Grammar School Trust Limited

**Notes to the Financial Statements - continued
for the Year Ended 31 July 2016**

11. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued

	Unrestricted funds £	Restricted fund £	Endowment funds £	Total funds £
EXPENDITURE ON				
Raising funds	510	-	-	510
Charitable activities				
Education	2,149,335	-	120	2,149,455
Welfare	179,658	-	-	179,658
Premises	296,879	-	-	296,879
Support	284,880	-	-	284,880
Finance	<u>19,764</u>	<u>-</u>	<u>-</u>	<u>19,764</u>
Total	2,931,026	-	120	2,931,146
Net gains/(losses) on investments	<u>-</u>	<u>-</u>	<u>1,969</u>	<u>1,969</u>
NET INCOME	92,269	-	2,089	94,358
Other recognised gains/(losses)				
Gains/(losses) on revaluation of fixed assets	<u>-</u>	<u>-</u>	<u>36</u>	<u>36</u>
Net movement in funds	92,269	-	2,125	94,394
RECONCILIATION OF FUNDS				
Total funds brought forward	<u>1,097,786</u>	<u>27,102</u>	<u>7,682</u>	<u>1,132,570</u>
TOTAL FUNDS CARRIED FORWARD	<u><u>1,190,055</u></u>	<u><u>27,102</u></u>	<u><u>9,807</u></u>	<u><u>1,226,964</u></u>

Derby Grammar School Trust Limited

**Notes to the Financial Statements - continued
for the Year Ended 31 July 2016**

12. TANGIBLE FIXED ASSETS

	Freehold property £	Plant and machinery £	Motor vehicles £	Totals £
COST OR VALUATION				
At 1 August 2015	3,387,013	1,009,337	53,461	4,449,811
Additions	-	26,753	-	26,753
Disposals	-	(52,037)	-	(52,037)
Revaluations	245,986	-	-	245,986
Impairments	<u>(891,479)</u>	<u>-</u>	<u>-</u>	<u>(891,479)</u>
At 31 July 2016	<u>2,741,520</u>	<u>984,053</u>	<u>53,461</u>	<u>3,779,034</u>
DEPRECIATION				
At 1 August 2015	491,661	957,274	49,463	1,498,398
Charge for year	35,874	32,801	-	68,675
Eliminated on disposal	<u>-</u>	<u>(52,037)</u>	<u>-</u>	<u>(52,037)</u>
At 31 July 2016	<u>527,535</u>	<u>938,038</u>	<u>49,463</u>	<u>1,515,036</u>
NET BOOK VALUE				
At 31 July 2016	<u>2,213,985</u>	<u>46,015</u>	<u>3,998</u>	<u>2,263,998</u>
At 31 July 2015	<u>2,895,352</u>	<u>52,063</u>	<u>3,998</u>	<u>2,951,413</u>

A professional valuation of the freehold interest in the school's premises on Rykneld Road, Littleover, Derby was carried out by Vail Williams, commercial property consultants, on 12 November 2015. The valuation was carried out for secured lending purposes on the basis of a fully operational school (including related school equipment).

The valuation was in support of the new and successful lending application with the company's bankers for the purpose of acquiring the new sports facility in Mackworth, Derby, as described in note 21. Their valuation was in the sum of £1,750,000. The carrying value of this asset in the balance sheet amounts to £2,641,479.

Additionally, a professional valuation of the schools land fronting Staker Lane, Mickleover, Derby was also carried out by Fisher German, Chartered Surveyors on 24 January 2017.

Their valuation was in the sum of £510,000 on a market value basis. The carrying value of this asset in the balance sheet amounts to £264,014. The surplus valuation above the carrying value has been reflected in the financial statements.

If the charitable company's freehold property had not been revalued it would be stated at historic cost of £3,387,013 less accumulated depreciation of £527,535. The difference in depreciation between the historic cost basis and revaluation basis is not materially different.

All freehold property owned by the charitable company is pledged as security for bank borrowings.

Derby Grammar School Trust Limited

Notes to the Financial Statements - continued for the Year Ended 31 July 2016

13. FIXED ASSET INVESTMENTS

	Unlisted investments £
MARKET VALUE	
At 1 August 2015	28,329
Revaluations	<u>72</u>
At 31 July 2016	<u>28,401</u>
 NET BOOK VALUE	
At 31 July 2016	<u>28,401</u>
At 31 July 2015	<u>28,329</u>

There were no investment assets outside the UK.

The unrestricted fund investments comprise historic assets donated to the School. There exist other historic assets comprised within the fabric of the School, which are not accounted for here or elsewhere in the financial statements.

14. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2016 £	2015 £
School fee debtors	985,776	981,552
Other debtors	<u>70,789</u>	<u>81,830</u>
	<u>1,056,565</u>	<u>1,063,382</u>

Derby Grammar School Trust Limited

**Notes to the Financial Statements - continued
for the Year Ended 31 July 2016**

15. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2016 £	2015 £
Bank loans and overdrafts (see note 17)	322,518	373,972
Other loans (see note 17)	131,895	149,724
Trade creditors	23,462	20,823
Social security and other taxes	46,598	41,524
Pension costs	34,114	31,841
School deposits	17,220	15,220
Other creditors and accruals	137,774	135,314
School fees in advance	<u>1,078,195</u>	<u>1,104,842</u>
	<u>1,791,776</u>	<u>1,873,260</u>

There is in place an overdraft facility of £625,000. These facilities have been reviewed and renewed in April 2016. They are due for a further review in April 2017.

This facility carries interest at a variable rate set at 3.84% above base rate of Barclays Bank Plc.

Security for all bank borrowings is shown in Note 16.

Benefactors have guaranteed £325,000 of the bank borrowings at certain times of the year.

In addition, a facility is available to draw down when needed from one of the School's benefactors to assist the cashflow as required.

Loans from benefactors carry interest at a variable rate set at 1% above the base rate of Barclays Bank plc, with the exception of loans totalling £131,895 which remain interest free. Loans from benefactors have no fixed date for repayment.

16. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2016 £	2015 £
Bank loans (see note 17)	327,178	383,433
Other loans (see note 17)	461,298	462,378
School deposits	89,200	93,200
School fees in advance	<u>25,421</u>	<u>40,491</u>
	<u>903,097</u>	<u>979,502</u>

The bank loan of £382,178 funded previous years' fixed asset purchases.

The loan is repayable over a period of 20 years, repayments having started in January 2006. The bank have the right to ask for immediate repayment of the whole of the loan outstanding if any of the terms and conditions of the loan are breached.

The loan carries interest at a variable rate set at 1.5% above the base rate of Barclays Bank plc.

Derby Grammar School Trust Limited

Notes to the Financial Statements - continued for the Year Ended 31 July 2016

17. LOANS

An analysis of the maturity of loans is given below:

	2016 £	2015 £
Amounts falling due within one year on demand:		
Bank overdraft	267,518	319,972
Bank loans	55,000	54,000
Other loans	<u>131,895</u>	<u>149,724</u>
	<u>454,413</u>	<u>523,696</u>
Amounts falling between one and two years:		
Bank loans	55,000	54,000
Concessionary loans	<u>461,298</u>	<u>462,378</u>
	<u>516,298</u>	<u>516,378</u>
Amounts falling due between two and five years:		
Bank loans	<u>165,000</u>	<u>162,000</u>
Amounts falling due in more than five years:		
Repayable by instalments:		
Bank loans	<u>107,178</u>	<u>167,433</u>

Concessionary loans

The concessionary loan made to Derby Grammar School Trust Limited by Derby Grammar School Foundation of £461,298 (2015 - £462,378) was made for the purpose of furthering the objectives of the public benefit entity. There is no interest payable on the loan and there is no fixed repayment date.

18. SECURED DEBTS

The following secured debts are included within creditors:

	2016 £	2015 £
Bank overdraft	267,518	319,972
Bank loans	382,178	437,433
Other loans	<u>131,896</u>	<u>149,725</u>
	<u>781,592</u>	<u>907,130</u>

Barclays Bank holds the following security for its loan and overdraft facilities:

- a first legal charge over the School's buildings and certain property
- a debenture over the School's other assets
- a keyman insurance policy
- guarantees given by two benefactors and a member of the Trustees

Loans from benefactors totalling £131,896 are secured by way of a second fixed charge over part of the company's freehold land and buildings.

Derby Grammar School Trust Limited

**Notes to the Financial Statements - continued
for the Year Ended 31 July 2016**

19. MOVEMENT IN FUNDS

	At 1/8/15 £	Net movement in funds £	At 31/7/16 £
Unrestricted funds			
General fund	<u>1,190,055</u>	<u>(779,017)</u>	<u>411,038</u>
 Restricted funds			
Development fund	<u>27,102</u>	<u>-</u>	<u>27,102</u>
 Endowment funds			
The Caroline Booth memorial prize fund	2,164	-	2,164
The Dr W R C Chapman prize fund	1,032	-	1,032
The Duke Of Devonshire prize fund	2,008	-	2,008
The Dermot Murray prize fund	2,564	-	2,564
The MacMillan prize fund	1,165	-	1,165
The Thomas Dakin prize fund	<u>874</u>	<u>103</u>	<u>977</u>
	<u>9,807</u>	<u>103</u>	<u>9,910</u>
 Revaluation fund			
Revaluation gains	<u>-</u>	<u>245,986</u>	<u>245,986</u>
 TOTAL FUNDS	<u><u>1,226,964</u></u>	<u><u>(532,928)</u></u>	<u><u>694,036</u></u>

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

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	<u>3,088,525</u>	<u>(2,976,063)</u>	<u>(891,479)</u>	<u>(779,017)</u>
 Endowment funds				
The Caroline Booth memorial prize fund	-	-	-	-
The Dr W R C Chapman prize fund	-	-	-	-
The Duke Of Devonshire prize fund	-	-	-	-
The Dermot Murray prize fund	-	-	-	-
The MacMillan prize fund	-	-	-	-
The Thomas Dakin prize fund	<u>31</u>	<u>-</u>	<u>72</u>	<u>103</u>
	<u>31</u>	<u>-</u>	<u>72</u>	<u>103</u>
 Revaluation fund				
	<u>-</u>	<u>-</u>	<u>245,986</u>	<u>245,986</u>
 TOTAL FUNDS	<u><u>3,088,556</u></u>	<u><u>(2,976,063)</u></u>	<u><u>(645,421)</u></u>	<u><u>(532,928)</u></u>

Derby Grammar School Trust Limited

**Notes to the Financial Statements - continued
for the Year Ended 31 July 2016**

19. MOVEMENT IN FUNDS - continued

The Development Fund was established in the year ended 31 July 2007 for the purpose of the development of the proposed sports hall.

The Caroline Booth Memorial Prize Funds were established in 1997 by J H Booth in memory of his mother to fund music prizes.

The Dr W R C Chapman Prize Fund was established in 1999 by Sir Nigel Rudd in memory of a past headmaster of Bemrose School, Derby to fund a mathematics prize.

The Duke of Devonshire Prize Fund was established in 2000 by His Grace the Duke of Devonshire to fund a prize for natural sciences.

The Dermot Murray Prize Fund was established to promote interest in science and to encourage the formal presentation of short papers on matters of scientific interest.

The MacMillan Prize Fund was established in 2004 by Mr John Blackton in memory of Mr H B MacMillan to fund a senior mathematics prize.

The Thomas Dakin Prize Fund was established in 2004 by Mr S Critchell-Ward to fund the Esprit de Corps prize.

20. RELATED PARTY DISCLOSURES

During the year, the charity repaid loans amounting to £1,080 (2015 - £8,138) to Trustee and a charitable organisation, with which the school is affiliated, as noted in the Report of the Trustees. Amounts owed to the affiliated charitable organisation, as noted in the Report of the Trustees, totalled £461,298 (2015 - £462,378) as at 31 July 2016.

21. POST BALANCE SHEET EVENTS

On 19 December 2016 the charitable company purchased a sports hall and land at Prince Charles Avenue, Mackworth, Derby. The total consideration amounted to £450,000 (exclusive of land taxes and legal & professional fees), and this purchase has been financed via bank loan funding.

22. ULTIMATE CONTROLLING PARTY

The Charity is controlled by the members.

23. COMPANY STATUS

The Charity is a company limited by guarantee. In the event of the Charity being wound up, the liability in respect of the guarantee is limited to £1 per member of the Charity.

Derby Grammar School Trust Limited

Notes to the Financial Statements - continued for the Year Ended 31 July 2016

24. PENSIONS

The School participates in the Teachers' Pension Scheme (England and Wales) ("the TPS") for its teaching staff. The pension charge for the year includes contributions payable to the TPS of £242,728 (2015: £215,489) and at the year-end £32,923 (2015 - £30,640) was accrued in respect of contributions to this scheme.

The TPS is an unfunded multi-employer defined benefits pension scheme governed by the Teachers' Pensions Regulations 2014. Members contribute on a "pay as you go" basis with contributions from members and the employer being credited to the Exchequer. Retirement and other pension benefits are paid by public funds provided by Parliament.

The employer contribution rate is set following scheme valuations undertaken by the Government Actuary's Department. The latest actuarial valuation of the TPS was prepared as at 31 March 2012 and the valuation report, which was published in June 2014, confirmed an employer contribution rate for the TPS of 16.4% from 1 September 2015. Employers are also required to pay a scheme administration levy of 0.08% giving a total employer contribution rate of 16.48%.

This employer rate will be payable until the outcome of the next actuarial valuation which is due to be prepared as at 31 March 2016, with any resulting changes to the employer rate expected to take effect from 1 April 2019. This valuation will also determine the opening balance of the cost cap fund and provide an analysis of the cost cap as required by the Public Service Pensions Act 2013.

The school also administers a stakeholder scheme and an auto enrolment scheme, The People's Pension, for its non-teaching staff. The cost for the year represents the school's contributions to the stakeholder scheme of £537 (2015: £802), and to the auto enrolment scheme of £2,104 (2015: £1,480).

25. FIRST YEAR ADOPTION OF FRS 102

The charity has adopted FRS 102 for the first time in the year ended 31 July 2016 and has restated the comparative year accounts where required.

As a consequence of adopting FRS 102 benefactor loans have been restated as payable within one year or the balance sheet date.

Derby Grammar School Trust Limited

**Reconciliation of Income and Expenditure
for the Year Ended 31 July 2015**

	Notes	UK GAAP £	Effect of transition to FRS 102 £	FRS 102 £
INCOME AND ENDOWMENTS FROM				
Donations and legacies		6,793	-	6,793
Charitable activities		3,007,988	-	3,007,988
Investment income		<u>8,754</u>	<u>-</u>	<u>8,754</u>
Total		3,023,535	-	3,023,535
EXPENDITURE ON				
Raising funds		510	-	510
Charitable activities		2,917,197	13,439	2,930,636
Governance costs		<u>13,439</u>	<u>(13,439)</u>	<u>-</u>
Total		2,931,146	-	2,931,146
Net gains/(losses) on investments		<u>1,969</u>	<u>-</u>	<u>1,969</u>
NET INCOME		<u><u>94,358</u></u>	<u><u>-</u></u>	<u><u>94,358</u></u>

Derby Grammar School Trust Limited

**Reconciliation of Funds
At 1 August 2014
(Date of Transition to FRS 102)**

	Notes	UK GAAP £	Effect of transition to FRS 102 £	FRS 102 £
FIXED ASSETS				
Tangible assets		2,995,809	-	2,995,809
Investments		<u>32,741</u>	<u>-</u>	<u>32,741</u>
		3,028,550	-	3,028,550
CURRENT ASSETS				
Debtors		1,022,312	-	1,022,312
Cash at bank and in hand		<u>30,617</u>	<u>-</u>	<u>30,617</u>
		1,052,929	-	1,052,929
CREDITORS				
Amounts falling due within one year	A	<u>(1,722,632)</u>	<u>(169,724)</u>	<u>(1,892,356)</u>
NET CURRENT ASSETS/(LIABILITIES)		<u>(669,703)</u>	<u>(169,724)</u>	<u>(839,427)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		2,358,847	(169,724)	2,189,123
CREDITORS				
Amounts falling due after more than one year	A	<u>(1,226,277)</u>	<u>169,724</u>	<u>(1,056,553)</u>
		<u>1,132,570</u>	<u>-</u>	<u>1,132,570</u>
FUNDS				
Unrestricted funds		1,097,786	-	1,097,786
Restricted funds		27,102	-	27,102
Endowment funds		<u>7,682</u>	<u>-</u>	<u>7,682</u>
TOTAL FUNDS		<u>1,132,570</u>	<u>-</u>	<u>1,132,570</u>

Derby Grammar School Trust Limited

Reconciliation of Funds At 31 July 2015

	Notes	UK GAAP £	Effect of transition to FRS 102 £	FRS 102 £
FIXED ASSETS				
Tangible assets		2,951,413	-	2,951,413
Investments		<u>28,329</u>	<u>-</u>	<u>28,329</u>
Total		2,979,742	-	2,979,742
CURRENT ASSETS				
Debtors		1,063,382	-	1,063,382
Cash at bank and in hand		<u>36,602</u>	<u>-</u>	<u>36,602</u>
		1,099,984	-	1,099,984
CREDITORS				
Amounts falling due within one year	A	<u>(1,723,536)</u>	<u>(149,724)</u>	<u>(1,873,260)</u>
NET CURRENT ASSETS/(LIABILITIES)		<u>(623,552)</u>	<u>(149,724)</u>	<u>(773,276)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		2,356,190	(149,724)	2,206,466
CREDITORS				
Amounts falling due after more than one year	A	<u>(1,129,226)</u>	<u>149,724</u>	<u>(979,502)</u>
NET ASSETS		<u><u>1,226,964</u></u>	<u><u>-</u></u>	<u><u>1,226,964</u></u>
FUNDS				
Unrestricted funds		1,190,055	-	1,190,055
Restricted funds		27,102	-	27,102
Endowment funds		<u>9,807</u>	<u>-</u>	<u>9,807</u>
TOTAL FUNDS		<u><u>1,226,964</u></u>	<u><u>-</u></u>	<u><u>1,226,964</u></u>

Notes to the reconciliation of funds

The charity has adopted FRS 102 for the first time in the year ended 31 July 2016 and has restated the comparative year accounts where required.

Note A

As a consequence of adopting FRS 102 benefactor loans of £131,895 (2015: £149,725) have been restated as payable within one year or the balance sheet date.

Derby Grammar School Trust Limited
Detailed Statement of Financial Activities
for the Year Ended 31 July 2016

	2016 £	2015 £
INCOME AND ENDOWMENTS		
Donations and legacies		
Gifts and donations	39,382	6,763
Gift aid	<u>5,012</u>	<u>30</u>
	44,394	6,793
Investment income		
Rents received	12,098	8,513
Interest received	<u>32</u>	<u>241</u>
	12,130	8,754
Charitable activities		
School fees	2,957,786	2,928,993
Registration fees	4,970	4,780
Other income	<u>69,276</u>	<u>74,215</u>
	3,032,032	3,007,988
Total incoming resources	3,088,556	3,023,535
EXPENDITURE		
Other trading activities		
Bad debts	-	510
Charitable activities		
Wages	1,850,985	1,872,715
Social security	155,631	145,674
Pensions	253,564	225,933
Rates and refuse collection	15,812	15,555
Insurance	18,529	21,517
Utilities	54,757	52,634
Telephone	4,007	4,225
Postage and stationery	15,116	17,972
Marketing	31,969	17,072
Sundry expenses	30,841	10,756
Motor expenses	5,012	6,199
Repairs and maintenance	122,501	110,476
Legal and professional fees	8,644	6,391
Bank charges	7,071	7,662
Other school operating costs	310,145	321,070
Depreciation - freehold property	35,874	36,874
Depreciation - plant & machinery	32,801	32,370
Bank interest	2,040	2,809
Bank loan interest	8,207	9,013
Finance lease interest	<u>39</u>	<u>280</u>
	2,963,545	2,917,197
Support costs		

This page does not form part of the statutory financial statements

Derby Grammar School Trust Limited

**Detailed Statement of Financial Activities
for the Year Ended 31 July 2016**

	2016	2015
	£	£
Governance costs		
Auditors' remuneration	8,540	8,300
Auditors' remuneration for non audit work	480	360
Insurance	3,498	3,567
Accountancy and legal fees	-	1,212
	<u>12,518</u>	<u>13,439</u>
Total resources expended	<u>2,976,063</u>	<u>2,931,146</u>
Net income before gains and losses	112,493	92,389
Realised recognised gains and losses		
Realised gains/(losses) on fixed asset investments	-	1,969
	<u>112,493</u>	<u>94,358</u>

This page does not form part of the statutory financial statements