

ST NEOTS (EVERSLEY) LIMITED

FINANCIAL STATEMENTS

31 AUGUST 2008

Charity Number 307324

THURSDAY



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COMPANIES HOUSE

ST NEOTS (EVERSLEY) LIMITED

MEMBERS OF THE BOARD AND PROFESSIONAL ADVISERS

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ST NEOTS (EVERSLEY) LIMITED

MEMBERS OF THE BOARD AND PROFESSIONAL ADVISERS

REGISTERED CHARITY NAME	St Neot's (Eversley) Limited
CHARITY NUMBER	307324
COMPANY REGISTRATION NUMBER	555144
PRINCIPAL OFFICE	St Neot's Preparatory School Hook Hampshire RG27 0PN
REGISTERED OFFICE	Old Coroner's Court 1 London Street Reading Berks RG1 4QW
TRUSTEES	D R Chard G B Balding W Donnelly R Dyer R Malcolm-Green M A Porter I Wood- Smith Mrs A Garnier M P Hicks (Appointed 5 March 2008) C Jordan (Appointed 5 March 2008)
SECRETARY	W Donnelly
HEADMASTER	R Thorp
BURSAR	R Kinzett
AUDITOR	Menzies LLP Chartered Accountants Heathrow Business Centre 65 High Street Egham Surrey TW20 9EY
BANKERS	National Westminster Bank Plc 5 Broad Street Wokingham Berks RG40 1AU
SOLICITORS	Field Seymour Parkes The Old Coroner's Court 1 London Street PO BOX 174 Reading Berkshire RG1 4QW

ST NEOTS (EVERSLEY) LIMITED

TRUSTEES ANNUAL REPORT *(continued)*

YEAR ENDED 31 AUGUST 2008

The trustees, who are also directors for the purposes of company law, have pleasure in presenting their report and the financial statements of the charity for the year ended 31 August 2008.

REFERENCE AND ADMINISTRATIVE DETAILS

Reference and administrative details are shown in the schedule of members of the board and professional advisers on pages 1 to 2 of the financial statements.

THE TRUSTEES

The trustees who served the company during the period were as follows:

D R Chard
G B Balding
W Donnelly
R Dyer
R Malcolm-Green
M A Porter
I Wood-Smith
Mrs A Garnier
M P Hicks
C Jordan

M P Hicks was appointed as a trustee on 5 March 2008.

C Jordan was appointed as a trustee on 5 March 2008.

STRUCTURE, GOVERNANCE AND MANAGEMENT

The Charity is a Company incorporated under the Companies Act 1948. It is limited by guarantee and does not have share capital. Its Memorandum, Articles of Association and Certificate of Incorporation were issued on 27 September 1955. Trustees are recommended to the Board by other Board members or the School's Executive Officers. Upon consideration of an applicants' experience, a decision will be taken by the Board members on whether to approve their application. New trustees are briefed on their responsibilities by the Clerk to the Board (the Bursar of the School) and receive a copy of CC3 - The Essential Trustee Guide as issued by the Charities Commission and a copy of Guidelines for Governors as issued by the Association of Governing Bodies of Independent Schools and the Independent Schools Council.

Board Meetings are held termly on the first Wednesday after the half term break. The meeting receives reports from the Head and Bursar covering all school matters including staff and pupil issues, financial, health and safety and infrastructure issues. An Annual Strategy Meeting is held in September, usually on the second Wednesday, at which the School's Development Plan and any significant future events are formally reviewed. Risk Assessments and the school's Disaster Plan are now formally reviewed at the Autumn Term Board Meeting later in the term. These documents detail the major risks to which the school is exposed and detail the actions necessary to minimise any risk.

The Board appoints the Head and Bursar and retains ultimate responsibility for the approval of all future policies and developments and reviews regularly their impact on the school's finances and operations. Within these parameters, all day to day operational matters are delegated to the Head and Bursar, as appropriate, who are responsible for ensuring the School's Aim, as detailed below, is pursued.

OBJECTIVES AND ACTIVITIES

Aims of the Charity

The Aim of the School is to advance education for children of pre and preparatory school age, including the provision of boarding and day schooling. Scholarships and Bursaries are awarded where appropriate. The Governing Board sets the policies to achieve this Aim and these are reflected in the school's prospectus.

Educational Provision

The Board sets out to provide independent preparatory education at Eversley for boys and girl from the ages of 3 months to 13 years. To cope with this substantial age range, the school is divided into 4 separate sections. Between 3 months and 3 years old children will attend the school's crèche (Tiny Tuskers) before progressing to the Nursery facility at the age of 4 years. Subsequently children progress through Lower School (Reception, and Key Stage 1) before joining the transitional year (Year 3). Thereafter pupils progress to Main School where they are prepared for the Common Entrance Examination at the age of 13 years after which they leave to take up a place in secondary education.

Boarding Provision

The school provides residential accommodation from Monday to Friday afternoon during term-time for up to 36 children presently divided as up to 20 girls and 16 boys. Most of these places are booked for complete terms but the school does retain a small number to provide flexible boarding on a week-to-week basis for up to 8 children. This is a very popular facility and welcomed by parents and children alike in that it allows children who may not wish to commit themselves to a fulltime place to experience the positive aspects of boarding on a more casual basis. The boarding facility is run by a number of residential tutors and has a full time staff under the management of a Domestic Bursar.

Child Protection

The school's policy is to develop the varying talents of each child to the best level in a friendly supportive and safe environment. This philosophy is taken very seriously and staff continue to undertake formal child protection training and attend appropriate briefing sessions; this programme will continue in future academic years.

ST NEOTS (EVERSLEY) LIMITED

TRUSTEES ANNUAL REPORT (*continued*)

YEAR ENDED 31 AUGUST 2008

Infrastructure and Estate Management

The School's objectives for the year 2007/2008 were to complete the new build Nursery/Crèche building and continue to maintain the existing infrastructure.

ACHIEVEMENTS AND PERFORMANCE

Academic.

Educationally the school has had a very successful year. The Year 8 cohort was strong and achieved good results at Common Entrance with all children achieving entry to the secondary school of their choice.

Pupil numbers were higher than predicted and, as previously forecast, the total population was the highest ever achieved. This was, in the main, due to the new Crèche/Nursery provision but it was pleasing to note that numbers held up elsewhere as well.

The increased provision for the Under 4s meant that the school needed to employ 5 more staff in that facility. Overall fifteen new staff, including a "gap year" student, joined the school to replace the 6 permanent departures during the year and to cover for a further 2 staff who commenced temporary maternity leave absence.

Outside the classroom, we enjoyed a wide range of music and drama productions including a production of Aladdin and a Christmas Carol Service. In addition, the Main School undertook a Citizenship Day incorporating visits from the Learning Through Action (LTA) Group and the Metropolitan Police Force. The Main School also participated in sessions with the LTA Group (Home Front, Egyptian and Invaders). The Lower School produced an annual Nativity Play, a Harvest Celebration and seasonal activities. The Year 7 children again visited the battlefields and other cultural centres in Normandy, France and other year groups continue to participate in major off-site visits including the Tower of London, Houses of Parliament and Hampton Court Palace as well as theatre visits to the Royal Shakespeare Company theatre at Stratford and the National Theatre. In addition, we continue to run a "PGL" activity week for Year 2 and a very comprehensive "leavers programme" for Year 8 students covering outward bound activities, camping, an in-house Shakespeare drama week and numerous off-site visits to local places of interest for a 4-week period after they have completed their Common Entrance Examinations.

In the charity activities area, the school has been as active as ever. We continue to welcome our local cricket clubs and other locally sponsored activities. House groups within the school have supported a number of Charities including the Teenage Cancer Trust, Gorillas in Africa and Hearing Dogs for the Deaf. Additionally, the school held a Christmas Fayre and Summer Fete, both of which raised substantial sums for the Chiltern Air Ambulance Organisation. Houses will continue to support new charities in the coming year.

Infrastructure and Estate Management.

As stated earlier in this report, the academic year 2007/2008 has been one primarily of continued consolidation, completion of a new build project but also with a substantial maintenance programme. Inter alia, a major re-roofing project of part of the Main School older buildings was completed and some 8 classrooms had windows replaced with a more modern design enabling greater ventilation while at the same time improving security. The Lower School complex was given a substantial "face-lift" with redecoration programmes completed in all 4 buildings on that site, and external ground level extensions undertaken to enable more classroom work, for the Reception Year, to be undertaken outside. Grounds improvements were also completed with a major tree management programme and the construction of a new path linking the Lower and Main school. At the same time, the school took the opportunity to further improve external lighting on that path; this has substantially enhanced security and made for safer transit. Our grounds beautification programme was completed with improved waste bin compounds and, to increase the amount of recycled waste, we have introduced a school-wide recycling programme led by Year 7.

Further to last year's report, the new Crèche and Nursery building project was successfully completed with only a slight delay and within budget in early October 2007. Staff and children moved successfully into their new building at half term in late October 2007 and have been delighted with their new facilities. The building was formally opened by a now ex-Governor and Chairman - Mrs Sandra Brampton - in November 2007 and is now known as The Brampton Building.

The completion of the Brampton Building enabled the old Crèche building to revert to its former use as a Cricket Pavilion. The school decided to refurbish the old Nursery building as a Home Economics Centre. It opened formally for cookery classes and as an after school club in May 2008. Finally, the school reviewed its playing field provision and has constructed 2 new football pitches on previously rough land thereby making a significant enhancement to our sports provision.

ST NEOTS (EVERSLEY) LIMITED

TRUSTEES ANNUAL REPORT *(continued)*

YEAR ENDED 31 AUGUST 2008

FINANCIAL REVIEW

Income levels have been higher than forecast due to greater provision in the "Under Age 4" area. Expenditure was broadly in line with forecast although we have necessarily spent more on infrastructure improvements out of necessity and also to "catch up" for an overall lower level of activity in the previous year. Notwithstanding this active maintenance programme, we have still been able to continue our aggressive policy regarding capital loan repayments, making repayments of £126,000 against our 2004 Project loan reducing the balance outstanding to £236,200. In February 2008, we commenced repayments on our 2007 Project loan making repayments of £37,800 thus reducing its balance to: £502,200. Additionally, it has been possible to widen further the scope of bursaries to help more families; the Board intends to continue with this aim.

Reserves Policy

The school's unrestricted funds stood at £3.0m at the year-end, wholly deployed as part of the school premises and equipment provision. Day-to-day working capital is met by careful management of short-term liquid resources in the absence of free reserves. The Governing Board remains mindful of the requirements of SORP 2005 and the need to stipulate a suitable percentage of free reserves. However, this must be a realistic figure and must dovetail practically with the need to proactively manage school loans to ensure new projects can be sensibly planned in close partnership with the school's bankers. Given the above, the Governing Board has restated its policy to maintain a minimum of £85,000 in free reserves, after committed capital repayments, as a suitable general objective. However the school's policy of aggressively reducing its indebtedness to its bankers must take primacy.

PLANS FOR FUTURE PERIODS

The year 2007/2008 has seen the completion of a successful new build programme and better provision for the Under 4s. The school's financial position remains healthy and our academic results have been most pleasing with 12 children gaining scholarships to 10 different school and yet again all Common Entrance Candidates were successful for the eighteenth year in a row.

For the year 2008/2009, pupil numbers have remained gratifyingly high and the prospects look rosy although no complacency exists particularly in the current climate. We view the coming year as another one of consolidation before re-examining our Development programme at our 2009 Strategy Meeting.

RESPONSIBILITIES OF THE TRUSTEES

The trustees are responsible for preparing the Trustees Annual Report and the financial statements in accordance with applicable law and regulations.

Company law requires the trustees to prepare financial statements for each financial year. Under that law the trustees have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). The financial statements are required by law to give a true and fair view of the state of affairs of the charity and of the surplus or deficit of the charity for that period.

In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- 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 charity will continue in operation.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and which enable them to ensure that the financial statements comply with Companies Act 1985. The trustees are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In so far as the trustees are aware:

- there is no relevant audit information of which the charity'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.

ST NEOTS (EVERSLEY) LIMITED

TRUSTEES ANNUAL REPORT (continued)

YEAR ENDED 31 AUGUST 2008

AUDITOR

On 1 July 2008, Menzies, the Company's auditors, transferred its business to Menzies LLP, a limited liability partnership incorporated under the Limited Liability Partnership Act 2000. The Company's consent has been given to treat the appointment of Menzies as extending to Menzies LLP with effect from 1 July 2008 under the provisions of section 26(5) of the Companies Act 1989.

Accordingly, a resolution approving the re-appointment of Menzies LLP will be proposed at the forthcoming Annual General Meeting.

Registered office:
Old Coroner's Court
1 London Street
Reading
Berks
RG1 4QW

Signed by order of the trustees



D Chard
Chairman

5 November 2008

ST NEOTS (EVERSLEY) LIMITED

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF ST NEOTS (EVERSLEY) LIMITED

YEAR ENDED 31 AUGUST 2008

We have audited the financial statements of St Neot's (Eversley) Limited for the year ended 31 August 2008 on pages 8 to 18 which have been prepared under the historical cost convention as modified by the revaluation of certain fixed assets and the accounting policies set out on pages 12 to 13.

This report is made solely to the company's members, as a body, in accordance with Section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's 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 company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

RESPECTIVE RESPONSIBILITIES OF THE TRUSTEES AND AUDITORS

The responsibilities of the trustees (who also act as directors of St Neot's (Eversley) Limited for the purposes of company law) for preparing the Trustees Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) are set out in the Statement of Responsibilities of the Trustees on page 5.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985, and whether the information given in the Trustees Annual Report is consistent with the financial statements.

In addition we report to you if, in our opinion, the charitable company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding remuneration of the trustees and other transactions is not disclosed.

We read the Trustees Annual Report and consider the implications for our report if we become aware of any apparent misstatements within it.

BASIS OF AUDIT OPINION

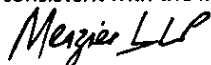
We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the trustees in the preparation of the financial statements, and of whether the accounting policies are appropriate to the charitable company'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:

- the financial statements give a true and fair view, in accordance with United Kingdom Generally Accepted Accounting Practice, of the state of the charitable company's affairs as at 31 August 2008 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- the financial statements have been properly prepared in accordance with the Companies Act 1985; and
- the information given in the Trustees Annual Report is consistent with the financial statements.



MENZIES LLP
Chartered Accountants
& Registered Auditors

Heathrow Business Centre
65 High Street
Egham
Surrey
TW20 9EY

30 March 2009

ST NEOTS (EVERSLEY) LIMITED

STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING THE INCOME AND EXPENDITURE ACCOUNT)

YEAR ENDED 31 AUGUST 2008

	Note	Unrestricted Funds £	Restricted Funds £	Total Funds 2008 £	Total Funds 2007 £
INCOMING RESOURCES					
Incoming resources from generating funds:					
Voluntary income		–	4,000	4,000	4,657
Investment income	2	1,488	–	1,488	43
Incoming resources from charitable activities	3	3,300,821	–	3,300,821	2,795,897
TOTAL INCOMING RESOURCES		3,302,309	4,000	3,306,309	2,800,597
RESOURCES EXPENDED					
Charitable activities	4/5	(3,067,553)	–	(3,067,553)	(2,717,659)
Governance costs	6	(12,362)	–	(12,362)	(12,853)
TOTAL RESOURCES EXPENDED		(3,079,915)	–	(3,079,915)	(2,730,512)
NET INCOMING RESOURCES BEFORE TRANSFERS	8	222,394	4,000	226,394	70,085
Transfer between funds	9	4,000	(4,000)	–	–
NET INCOME FOR THE YEAR		226,394	–	226,394	70,085
RECONCILIATION OF FUNDS					
Total funds brought forward		2,815,312	–	2,815,312	2,745,226
TOTAL FUNDS CARRIED FORWARD		3,041,706	–	3,041,706	2,815,311

The Statement of Financial Activities includes all gains and losses in the year and therefore a statement of total recognised gains and losses has not been prepared.

All of the above amounts relate to continuing activities.

The notes on pages 11 to 17 form part of these financial statements.

ST NEOTS (EVERSLEY) LIMITED

BALANCE SHEET

31 AUGUST 2008

	Note	2008 £	2007 £
FIXED ASSETS			
Tangible assets	11	4,807,383	4,574,022
CURRENT ASSETS			
Stocks	12	1,850	1,850
Debtors	13	14,521	18,594
		16,371	20,444
CREDITORS: Amounts falling due within one year	14	(1,025,632)	(966,769)
NET CURRENT LIABILITIES		(1,009,261)	(946,325)
TOTAL ASSETS LESS CURRENT LIABILITIES		3,798,122	3,627,697
CREDITORS: Amounts falling due after more than one year	15	(756,416)	(812,386)
NET ASSETS		3,041,706	2,815,311
FUNDS			
Restricted income funds	18	-	-
Unrestricted income funds	19	3,041,706	2,815,311
TOTAL FUNDS		3,041,706	2,815,311

These financial statements were approved by the members of the committee on the 5 November 2008 and are signed on their behalf by:


D R Chard
Chairman

ST NEOTS (EVERSLEY) LIMITED

CASH FLOW STATEMENT

YEAR ENDED 31 AUGUST 2008

	2008		2007	
	£	£	£	£
RECONCILIATION OF NET INCOMING RESOURCES BEFORE TRANSFERS TO NET CASH INFLOW FROM OPERATING ACTIVITIES				
Net incoming resources before transfers		226,394		70,085
Interest receivable		(1,488)		(43)
Depreciation		141,793		140,309
Decrease in debtors		4,073		2,152
(Decrease)/Increase in creditors		(107,499)		32,698
Net cash inflow from operating activities		263,273		245,201
RETURNS ON INVESTMENTS AND SERVICING OF FINANCE				
Interest received	1,488		43	
Net cash inflow from returns on investments and servicing of finance		1,488		43
CAPITAL EXPENDITURE				
Payments to acquire tangible fixed assets	(314,586)		(439,100)	
Receipts from sale of fixed assets	-		5,076	
Net cash outflow from capital expenditure		(314,586)		(434,024)
Cash outflow before financing		(49,825)		(188,780)
FINANCING				
Net inflow from bank loans	51,600		202,400	
Net inflow/(outflow) from other long-term creditors	8,458		(88,974)	
Net cash inflow from financing		60,058		113,426
INCREASE/(DECREASE) IN CASH		10,233		(75,354)
RECONCILIATION OF NET CASH FLOW MOVEMENT TO MOVEMENT IN NET DEBT				
	2008		2007	
	£		£	
Increase/(Decrease) in cash in the period	10,233		(75,354)	
Cash inflow from bank loans	(51,600)		(202,400)	
Net inflow/outflow from other long-term creditors	(8,458)		88,974	
Change in net debt	(49,825)		(188,780)	
Net debt at 1 September 2007	(1,302,510)		(1,113,733)	
Net debt at 31 August 2008	(1,352,335)		(1,302,510)	

The notes on pages 11 to 17 form part of these financial statements.

ST NEOTS (EVERSLEY) LIMITED

CASH FLOW STATEMENT *(continued)*

YEAR ENDED 31 AUGUST 2008

	2008		2007
	£	£	£
ANALYSIS OF CHANGES IN NET DEBT			
	1 Sep 07	Cash flows	31 Aug 08
	£	£	£
Overdrafts	(443,584)	10,233	(433,351)
Debt due within 1 year	(46,540)	(116,028)	(162,568)
Debt due after 1 year	(812,386)	55,970	(756,416)
	<u>(858,926)</u>	<u>(60,058)</u>	<u>(918,984)</u>
	<u>(1,302,510)</u>	<u>(49,825)</u>	<u>(1,352,335)</u>

The notes on pages 11 to 17 form part of these financial statements.

ST NEOTS (EVERSLEY) LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 AUGUST 2008

1. ACCOUNTING POLICIES

Basis of accounting

The financial statements have been prepared under the historical cost convention and in accordance with applicable United Kingdom accounting standards, the Statement of Recommended Practice "Accounting and Reporting by Charities" issued in March 2005 (SORP 2005) and the Companies Act 1985.

a) Accounting Convention

These financial statements are prepared under the historic cost convention as modified by the revaluation of land and buildings.

b) Incoming Resources

All incoming resources are included in the SOFA when the charity is legally entitled to the income and the amount can be quantified with reasonable accuracy.

Turnover comprises general school fees and disbursements and extras recharged and are accounted for in the period in which the service is provided.

Donations received for the general purpose of the company are credited to unrestricted funds. Donations subject to specific wishes of the donors are credited to restricted funds.

Gifts in kind are included in income and the corresponding asset included within fixed asset additions or charged against the Statement of Financial Activities as appropriate.

c) Resources Expended

All expenditure is accounted for on an accruals basis. Expenditure is allocated to expense heading either on a direct cost basis or apportioned according to time spent or other suitable basis, where it is not possible to directly attribute the expense. The irrecoverable element of VAT is included with the item of expense to which it relates.

Supplies of games equipment, books, stationery and sundry materials are written off to the general revenue account as soon as the expenditure on procuring them is incurred.

Direct charitable expenditure comprises the costs of running the school including teaching costs, welfare and property costs. Governance costs comprise the costs of running the charity, including audit, legal advice and the costs of Governors meetings. Support costs represent the costs of administering the School and have been allocated against charitable activities on the basis of time spent.

d) Pensions

Teaching staff employed by the company are eligible for membership of the Teachers Pension Scheme, which is a national scheme administered by the Teachers Pension Agency. The company has arranged a defined contribution scheme for staff who are not eligible to join the Teacher Pension Scheme. The pension costs charged represent the contributions payable by the school during the year in accordance with SSAP24.

e) Leases

Rentals paid under operating leases are charged to income on a straight line basis over the lease term.

f) Fund Accounting

General funds are unrestricted funds which are available for use at the discretion of the Governors in furtherance of the general objectives of the company and which have not been designated for any other purposes.

Designated funds comprise unrestricted funds that have been set aside by the Governors for particular purposes.

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

g) Depreciation

Capital expenditure on buildings, equipment etc. is capitalised and shown at cost less depreciation.

Depreciation has been provided at the rates set out below which are calculated to write off each asset over its expected useful life.

ST NEOTS (EVERSLEY) LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 AUGUST 2008

It has not been practicable either from the company's records or from professional sources to differentiate costs of freehold land and buildings respectively. Depreciation has been charged on 1% of 2/3rd of the relevant properties as in the opinion of the governors this will provide an acceptable estimate.

Fixed assets

All fixed assets are initially recorded at cost.

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Freehold Buildings - 1% straight line
Computers - 20% straight line
Fixtures, Fittings and Equipment (excluding computers) - 10% straight line
Motor vehicles - 25% reducing balance

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Operating lease agreements

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight line basis over the period of the lease.

2. INVESTMENT INCOME

	Unrestricted Funds £	Total Funds 2008 £	Total Funds 2007 £
Bank interest receivable	1,488	1,488	43

3. INCOMING RESOURCES FROM CHARITABLE ACTIVITIES

	Unrestricted Funds £	Total Funds 2008 £	Total Funds 2007 £
Fees	3,228,446	3,228,446	2,728,831
Other Income	72,375	72,375	67,066
	<u>3,300,821</u>	<u>3,300,821</u>	<u>2,795,897</u>

4. COSTS OF CHARITABLE ACTIVITIES BY FUND TYPE

	Unrestricted Funds £	Total Funds 2008 £	Total Funds 2007 £
Teaching	1,592,877	1,592,877	1,464,889
Welfare	407,846	407,846	383,316
Bursaries & Discounts	254,624	254,624	233,674
Premises	461,538	461,538	325,432
Support costs	350,668	350,668	310,348
	<u>3,067,553</u>	<u>3,067,553</u>	<u>2,717,659</u>

ST NEOTS (EVERSLEY) LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 AUGUST 2008

5. COSTS OF CHARITABLE ACTIVITIES BY ACTIVITY TYPE

	Direct charitable activity £	Support costs £	Total Funds 2008 £	Total Funds 2007 £
Teaching	1,592,877	174,086	1,766,963	1,620,063
Welfare	407,846	87,058	494,904	460,903
Bursaries & Discounts	254,624	-	254,624	233,674
Premises	461,538	89,524	551,062	403,019
	<u>2,716,885</u>	<u>350,668</u>	<u>3,067,553</u>	<u>2,717,659</u>

6. GOVERNANCE COSTS

	Unrestricted Funds £	Total Funds 2008 £	Total Funds 2007 £
Accountancy fees	6,512	6,512	7,153
Audit fees	5,850	5,850	5,700
	<u>12,362</u>	<u>12,362</u>	<u>12,853</u>

7. ANALYSIS OF SUPPORT COSTS

	£	Total 2007 £
Staff costs	235,015	210,279
Communications and IT	10,327	11,672
Legal and professional	3,578	2,014
Insurance	33,006	30,154
Motor & Travel	20,655	23,034
Advertising	16,515	11,999
Office Expenses	10,512	8,953
Sundry Expenses	21,060	13,692
Bad Debts	-	(1,449)
	<u>350,668</u>	<u>310,348</u>

8. NET INCOMING RESOURCES FOR THE YEAR

This is stated after charging:

	2008 £	2007 £
Staff pension contributions	119,838	114,011
Depreciation	141,793	145,385
Auditors' remuneration:		
- audit of the financial statements	5,850	5,700
- other fees (see below)	6,512	7,153
Operating lease costs:		
- Plant and machinery	4,524	6,402
	<u></u>	<u></u>

Auditor's fees

The fees charged by the auditor can be further analysed under the following headings for services rendered:

	2008 £	2007 £
Accountancy	<u>6,512</u>	<u>7,153</u>

9. FUND TRANSFERS

The transfer between funds of £4,000 represents the value of a donation towards the purchase of a new minibus for the school.

ST NEOTS (EVERSLEY) LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 AUGUST 2008

10. STAFF COSTS AND EMOLUMENTS

Total staff costs were as follows:

	2008 £	2007 £
Wages and salaries	1,547,323	1,409,216
Social security costs	127,060	118,370
Other pension costs	119,838	114,011
	<u>1,794,221</u>	<u>1,641,597</u>

Particulars of employees:

The average number of employees during the year, calculated on the basis of full-time equivalents, was as follows:

	2008 No	2007 No
Number of non-academic staff	22	24
Number of academic staff	51	38
	<u>73</u>	<u>62</u>

The number of employees whose emoluments for the year fell within the following bands, were:

	2008 No	2007 No
£70,000 to £79,999	<u>1</u>	<u>1</u>

11. TANGIBLE FIXED ASSETS

	Freehold property £	Computer Equipment £	Fixtures & Fittings £	Motor Vehicles £	Total £
COST					
At 1 September 2007	4,504,088	242,321	819,974	44,798	5,611,181
Additions	302,309	1,969	66,175	4,700	375,153
At 31 August 2008	<u>4,806,397</u>	<u>244,290</u>	<u>886,149</u>	<u>49,498</u>	<u>5,986,334</u>
DEPRECIATION					
At 1 September 2007	330,441	188,041	473,879	44,797	1,037,158
Charge for the year	43,776	20,765	76,077	1,175	141,793
At 31 August 2008	<u>374,217</u>	<u>208,806</u>	<u>549,956</u>	<u>45,972</u>	<u>1,178,951</u>
NET BOOK VALUE					
At 31 August 2008	<u>4,432,180</u>	<u>35,484</u>	<u>336,193</u>	<u>3,526</u>	<u>4,807,383</u>
At 31 August 2007	<u>4,173,647</u>	<u>54,280</u>	<u>346,095</u>	<u>1</u>	<u>4,574,023</u>

ST NEOTS (EVERSLEY) LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 AUGUST 2008

11. TANGIBLE FIXED ASSETS *(continued)*

In respect of assets stated at valuations, the comparable historical cost and depreciation values are as follows:

	2008 £	2007 £
NBV of revalued tangible fixed assets:		
Net book value at end of year	833,817	840,000
Historical cost	723,360	723,360
Depreciation:		
At 1 September 2007	203,972	187,285
Charge for year	6,183	16,687
At 31 August 2008	210,155	203,972
Net historical cost value:		
At 31 August 2008	513,205	519,388
At 1 September 2007	519,388	536,075

a) In September 1996, the governors valued the freehold land and buildings at £1,000,000 and furniture, fittings and equipment at £110,000. The company has taken advantage of the transitional rules allowed by Financial Reporting Standard 15 and have retained the valuation of land and buildings. It has not been practicable from the company's records to differentiate the 1996 valuation of freehold land and buildings respectively but depreciation has been charged on 1% of 2/3rd of the valuation as in the opinion of the governors this will provide an acceptable estimate of depreciation. Subsequent additions to buildings are shown at cost and depreciation is charged on it's value.

b) All of the assets of the school with the exception of the minor items of office equipment are used for direct charitable purposes.

c) The Governors are of the opinion that the current market value of the School's land and building is substantially in excess of the figure shown in the accounts. However, it is not possible to quantify the market value without carrying out a costly revaluation of the School's property. The School's buildings are currently insured at a value of £8,682,973.

12. STOCKS

	2008 £	2007 £
Stock	1,850	1,850

13. DEBTORS

	2008 £	2007 £
Trade debtors	14,521	6,966
Prepayments	—	11,628
	14,521	18,594

ST NEOTS (EVERSLEY) LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 AUGUST 2008

14. CREDITORS: Amounts falling due within one year

	2008 £	2007 £
Bank loans and overdrafts	595,919	490,124
Trade creditors	316,511	366,375
Taxation and social security	38,656	34,492
Fees Deposits held	9,700	6,200
Other creditors	64,846	69,578
	<u>1,025,632</u>	<u>966,769</u>

The bank loans and overdraft are secured by a first legal charge over the freehold land dated 13 June 2007.

15. CREDITORS: Amounts falling due after more than one year

	2008 £	2007 £
Bank loans and overdrafts	581,232	645,660
Other long term loans	41,000	-
Other creditors	81,100	66,700
Fees and Extras Received in Advance	53,084	100,026
	<u>756,416</u>	<u>812,386</u>

16. PENSIONS

The Teaching staff are members of the Department of Education and Skills Superannuation Scheme which is a defined benefit scheme. The Department instructs the school as to the level of employees' contributions (6%) and employer's contributors (currently 13.5%) which the school is obliged to make, but does not have any commitment to make good an actuarial deficit, nor is it entitled to benefit from surplus funding.

Non-teaching staff are members of either the IAPS Pension Scheme which is a defined contribution scheme; the school contributes 6% and the employees contribute 2%; or the Pension Trust, also a defined contribution scheme where the school contribute 6%. Contributions are also paid into the NPI Personal Pension Scheme of one employee. The school contributes 3% and the employee 3%

17. COMMITMENTS UNDER OPERATING LEASES

At 31 August 2008 the company had annual commitments under non-cancellable operating leases as set out below.

	Assets other than land and buildings	
	2008 £	2007 £
Operating leases which expire:		
Within 2 to 5 years	<u>4,524</u>	<u>6,402</u>

18. RESTRICTED INCOME FUNDS

	Incoming resources £	Transfers £	Balance at 31 Aug 2008 £
Sundry Restricted Donations	<u>4,000</u>	<u>(4,000)</u>	<u>-</u>

Restricted funds relate to a donation for the purchase of a School minibus.

19. UNRESTRICTED INCOME FUNDS

	Balance at 1 Sep 2007 £	Incoming resources £	Outgoing resources £	Transfers £	Balance at 31 Aug 2008 £
General Funds	<u>2,815,312</u>	<u>3,302,309</u>	<u>(3,079,915)</u>	<u>4,000</u>	<u>3,041,706</u>

ST NEOTS (EVERSLEY) LIMITED

DETAILED STATEMENT OF FINANCIAL ACTIVITIES

YEAR ENDED 31 AUGUST 2008

	2008 £	2007 £		
20. ANALYSIS OF NET ASSETS BETWEEN FUNDS				
	Tangible fixed assets £	Net current liabilities £	Long term liabilities £	Total £
Unrestricted Income Funds	4,807,383	(1,009,261)	(756,416)	3,027,102
Total Funds	4,807,383	(1,009,261)	(756,416)	3,027,102

21. CONTINGENCIES

As at 31 August 2008, there were no contingent liabilities (2007 - £nil).

22. CAPITAL COMMITMENTS

As at 31 August 2008, there were no capital commitments (2007 - £nil).

23. RELATED PARTY TRANSACTIONS

As at the 31 August 2008, there were no related party transactions (2007 - £nil).

24. TAXATION

The company is a registered charity and no taxation is payable on its income.

25. CONTROL RELATIONSHIPS

The school is under the control of the Governors who are the Trustees under Charity law and Directors under Company law.

26. COMPANY STATUS

The company is a registered charity and is limited by guarantee. Members' liability is limited by individual guarantees to a maximum of £1 each in accordance with the Memorandum and Articles of Association.