

Truro Cathedral School Limited (Limited by guarantee)

Directors' report and financial statements

For the year ended 31 July 2011

Company registration number 00675586

Charity registration number 306582

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Truro Cathedral School Limited (Limited by guarantee)

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Truro Cathedral School Limited (Limited by guarantee)

Directors' report

For the year ended 31 July 2011

Name of the charity	Truro Cathedral School Limited
Company registration number	00675586
Charity registration number	306582
Governing instrument	Memorandum and articles of association
Constitution	Company limited by guarantee
Trustees who served during the year	The Very Rev CG Hardwick (until 30 September 2011) Rev Canon PC Lambert JC Dowding AJ Davidson The Rev Canon PR Gay JG Pykett RFS Harris The Rev Canon PAA Walker

The above trustees of the charity constitute directors of the company for the purposes of the Companies Act 2006

Recruitment and induction of trustees

Suitable personnel are identified by the existing trustees in accordance with the requirements of the articles of association and on the basis of their skills and knowledge and invited to become trustees. New trustees are introduced to the charity's workings by the existing trustees when appointed. They are informed of their duties as trustees and are provided with information about the charity

Secretary to the Board	NP Parsons (until 30 September 2011) A Wallace (from 7 November 2011)
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Principal address of the charity.	14 St Mary's Street TRURO
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Auditors	Robinson Reed Layton Peat House Newham Road TRURO
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Solicitors:	Follett Stock Truro Business Park TRURO
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Bankers	Barclays Bank Plc 14 King Street TRURO
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Investment managers	CCLA Investment Management Limited 80 Cheapside LONDON
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Truro Cathedral School Limited (Limited by guarantee)

Directors' report

For the year ended 31 July 2011

The directors present their annual report for the year ended 31 July 2011, under the Companies Act 2006 together with the audited financial statements for the year, and confirm that the latter comply with the requirements of the Act, the Memorandum and Articles of Association and the Charities SORP 2005.

Principal activities and business review

The principal activity of the company is to assist boys, girls and students including the choristers of Truro Cathedral to attend Schools, Colleges, Institutions or Classes for the purpose of education by contributing towards or paying their fees and/or travelling expenses or by providing them with maintenance allowances, provided that candidates for those benefits shall be boys, girls and students who are resident in the diocese of Truro or whose Father or Grandfather attended Truro Cathedral School

We have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing our aims and objectives and in planning our future activities. In particular the trustees consider how planned activities will contribute to those aims and objectives

Review of developments during the period, financial review and future plans

A summary of the year's income and expenditure is given on page 6 of the financial statements. Grant allocations totalling £125,300 (2010 £75,900) have been included in these financial statements. The trustees have agreed to instigate a review of the charity's objects clause in order that this more appropriately reflects the charity's current situation and aid its future operation

Investment policy

The directors engage CCLA Investment Management Limited as investment managers. The funds of the company are invested in specialised deposit funds and unit trusts designed for the charity sector to generate both income and capital growth. The directors consider the return on investments, at 4.8% for the year, to be satisfactory particularly in the current economic climate

Reserves policy

The directors have decided to maintain free reserves at a level to meet resources expended which varies between £50,000 and £90,000 each year. Following grant allocations in the year £740,000 remains designated to fund the education of the choristers of Truro Cathedral for the foreseeable future.

Risk management

The directors have assessed the major risks to which the company is exposed, in particular those related to the operations and finances of the company, and are satisfied that systems are in place to mitigate exposure to the major risks.

Grant making policy

The directors have an established policy of considering as their primary obligation assistance with the education of the Cathedral choristers. Other applications are considered on their merits noting particularly the income level of the family concerned, as the directors are anxious in the first instance to help in cases of genuine need and hardship

Truro Cathedral School Limited (Limited by guarantee)

Directors' report

For the year ended 31 July 2011

Directors' responsibilities statement

The directors are responsible for preparing the Directors' Report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the movement in funds for that period. In preparing those financial statements, the directors are required to

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

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the 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 company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Statement of disclosure to auditor

So far as the directors are aware, there is no relevant audit information of which the company's auditors are unaware. Additionally, the directors have taken all the necessary steps that they ought to have taken as directors in order to make themselves aware of any relevant audit information and to establish that the company's auditors are aware of that information.

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

By order of the Board

14 St Mary's Street
TRURO
TR1 2AF



Anthony J Davidson

Secretary

13 April 2012

Truro Cathedral School Limited (Limited by guarantee)

Independent auditors' report to the members of Truro Cathedral School Limited

We have audited the financial statements of Truro Cathedral School Limited for the year ended 31 July 2011 which comprise the Statement of Financial Activities (incorporating Income and Expenditure Account), statement of total recognised gains and losses, the Balance Sheet and the related notes. 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).

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 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 charitable company and its members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of trustees and auditor

As explained more fully in the statement of trustees' responsibilities set out on page 3, 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 Directors' Annual Report to identify material inconsistencies with the audited financial statements. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on financial statements

In our opinion the financial statements

- give a true and fair view of the state of the charitable company's affairs as at 31 July 2011, 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 Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Truro Cathedral School Limited (Limited by guarantee)

Independent auditors' report to the members of Truro Cathedral School Limited

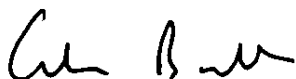
Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the Directors' annual report for the financial year for which the financial statements are prepared is consistent with the financial statements

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 or directors' remuneration specified by law are not made, or
- we have not received all the information and explanations we require for our audit



Graham D Boulton FCA (Senior Statutory Auditor)
For and on behalf of Robinson Reed Layton
Statutory Auditors

Peat House
Newham Road
TRURO
TR1 2DP

17 April 2012

Truro Cathedral School Limited (Limited by guarantee)

Statement of financial activities (incorporating income and expenditure account)

For the year ended 31 July 2011

	<i>Note</i>	Unrestricted Funds £	Restricted Funds £	Total 2011 £	Total 2010 £
Incoming resources					
Investment income	3	50,825	975	51,800	53,539
Other income		-	-	-	5
Total incoming resources		50,825	975	51,800	53,544
Resources expended					
Charitable activities	4	129,442	-	129,442	76,721
Governance costs	5	1,800	-	1,800	1,788
Total resources expended		131,242	-	131,242	78,509
Net (outgoing)/incoming resources for the year before transfers	6	(80,417)	975	(79,442)	(24,965)
Transfers between funds		975	(975)	-	-
Net expenditure for the year		(79,442)	-	(79,442)	(24,965)
Other recognised gains and losses					
Gains on revaluation and disposal of investments		55,388	1,270	56,658	112,602
Net movement in funds		(24,054)	1,270	(22,784)	87,637
Fund balances brought forward		1,091,072	32,153	1,123,225	1,035,588
Fund balances carried forward		1,067,018	33,423	1,100,441	1,123,225

There were no acquisitions or discontinued operations within the company during the years to 31 July 2011 or 2010.

Truro Cathedral School Limited (Limited by guarantee)

Statement of total recognised gains and losses

For the year ended 31 July 2011

	Unrestricted Funds £	Restricted Funds £	Total 2011 £	Total 2010 £
Net outgoing resources for the year	(79,442)	-	(79,442)	(24,965)
Realised profit on fixed asset investments	101	-	101	(198)
	(79,341)	-	(79,341)	(25,163)
Unrealised gains on fixed asset investments	55,287	1,270	56,557	112,800
	(24,054)	1,270	(22,784)	87,637

Note of historical cost profits and losses for the year ended 31 July 2011

	2011 £	2010 £
Reported net outgoing resources	(79,341)	(25,163)
Difference between historical cost of investment disposals and the revalued amount	18,458	(5,619)
Historical cost net outgoing resources for the year	(60,883)	(30,782)

Truro Cathedral School Limited (Limited by guarantee)

Balance sheet

As at 31 July 2011

	Notes	£	2011 £	£	2010 £
Fixed assets					
Tangible assets	8		19,000		19,000
Investments	9		1,082,513		1,100,848
			<hr/>		<hr/>
			1,101,513		1,119,848
Current assets					
Cash at bank and in hand		15,131		5,140	
Creditors: amounts falling due within one year	10	(16,203)		(1,763)	
		<hr/>		<hr/>	
Net current (liabilities)/assets			(1,072)		3,377
			<hr/>		<hr/>
Net assets			1,100,441		1,123,225
			<hr/>		<hr/>
Funds					
<i>Unrestricted funds</i>	11				
Designated fund		740,000		815,000	
General fund		33,431		19,315	
Revaluation reserve		293,587		256,757	
		<hr/>	1,067,018	<hr/>	1,091,072
<i>Restricted funds</i>	12				
Endowment charity		17,766		17,766	
Bursary charity		3,049		3,049	
Revaluation reserve		12,608		11,338	
		<hr/>	33,423	<hr/>	32,153
			<hr/>		<hr/>
			1,100,441		1,123,225
			<hr/>		<hr/>

These financial statements were approved by the Board of directors on 13 April 2012 and were signed on its behalf by.

Director

Philip C Lambert

Company Registration No 00675586

Truro Cathedral School Limited (Limited by guarantee)

Notes

(forming part of the financial statements)

1 Constitution

The company is incorporated as a company limited by guarantee and not having a share capital. Under the guarantee, the members of the company undertake to contribute to the assets of the company in the event of winding up during the time that they are members or within one year after they ceased to be members for payment of the debts and liabilities of the company contracted before the time they ceased to be members and of the cost, charges and expenses of winding up and for the adjustment of the rights of the contributions among themselves such amount as may be required not exceeding £1.

2 Accounting policies

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the financial statements.

2.1 Basis of preparation

These financial statements have been prepared under the historical cost convention as modified by the revaluation of freehold property and investments and in accordance with applicable accounting standards and the Statement of Recommended Practice "Accounting and Reporting by Charities (SORP 2005)".

Under Financial Reporting Standard 1, the company is exempt from the requirements to prepare a cash flow statement on the grounds of its size.

2.2 Tangible fixed assets

Freehold land is stated at valuation and is not depreciated.

2.3 Fixed asset Investments

Fixed asset investments are included at market value at the balance sheet date. Any gain or loss on revaluation is taken to the statement of financial activities.

2.4 Grants payable

Grants payable are charged to the statement of financial activities in the year in which they are paid.

2.5 Funds

Restricted funds are to be used for specified purposes as laid down by the donor. Expenditure which meets these criteria is identified to the fund, together with fair allocation of overheads and support costs.

Unrestricted funds are donations and other incoming resources received or generated for the charitable purposes.

Designated funds are unrestricted funds earmarked by the directors for particular purposes.

3 Investment income

	Unrestricted £	Restricted £	2011 £	2010 £
Common deposit and investment funds	50,824	967	51,791	53,524
Listed investments	-	8	8	7
Cash at bank	1	-	1	8
	<hr/>	<hr/>	<hr/>	<hr/>
	50,825	975	51,800	53,539
	<hr/>	<hr/>	<hr/>	<hr/>

Truro Cathedral School Limited (Limited by guarantee)

Notes

(forming part of the financial statements)

4 Charitable activities

	2011 £	2010 £
<i>Grants paid</i>		
The Cathedral Church of the Blessed Virgin Mary in Truro		
- Choristers' education	70,000	70,000
Grants to 9 (2010 5) individuals	5,300	5,900
Grant to Inspire Education Project	50,000	-
	<hr/>	<hr/>
	125,300	75,900
General administration costs	4,142	821
	<hr/>	<hr/>
	129,442	76,721
	<hr/>	<hr/>

5 Governance costs

	2011 £	2010 £
Auditors remuneration	1,800	1,788
	<hr/>	<hr/>

6 Net outgoing resources for the year

	2011 £	2010 £
This is stated after charging the following		
Auditors' remuneration – audit	800	800
Auditors' remuneration – other services	1,118	1,103
	<hr/>	<hr/>

No director received emoluments of any kind or reimbursement of expenses

7 Taxation

The company is a registered charity and is exempt from corporation tax on its charitable activities.

8 Tangible fixed assets

	Freehold land £
At 31 July 2010 and 2011	19,000
	<hr/>

The freehold land was valued by the directors in 1997 on an open market basis. The directors have taken advantage of the provisions within Financial Reporting Standard 15 not to revalue tangible fixed assets.

The historical cost of freehold land included above is £219 (2010 £219)

Truro Cathedral School Limited (Limited by guarantee)

Notes

(forming part of the financial statements)

9 Fixed asset investments

	Common deposit and investment funds £	UK Listed investments £	Total £
Valuation			
At 1 August 2010	1,100,697	151	1,100,848
Additions	7	-	7
Disposals	(74,899)	-	(74,899)
Revaluation	56,557	-	56,557
	<hr/>	<hr/>	<hr/>
At 31 July 2011	1,082,362	151	1,082,513
	<hr/>	<hr/>	<hr/>
Restricted funds	22,097	151	22,248
Unrestricted funds	1,060,265	-	1,060,265
	<hr/>	<hr/>	<hr/>
	1,082,362	151	1,082,513
	<hr/>	<hr/>	<hr/>
Cost at 31 July 2011	794,958	141	795,099
	<hr/>	<hr/>	<hr/>
Cost at 31 July 2010	851,393	141	851,534
	<hr/>	<hr/>	<hr/>

The investment portfolio includes the following investments which represent over 5% by value of the total investment portfolio

	£
COIF Charities Investment Fund	946,631
COIF Charities Property Fund	108,869
	<hr/>

10 Creditors: amounts falling due within one year

	2011 £	2010 £
Accruals	16,203	1,763
	<hr/>	<hr/>

Truro Cathedral School Limited (Limited by guarantee)

Notes

(forming part of the financial statements)

11 Unrestricted funds

	Designated fund - Chorister education £	General fund £	Revaluation reserve £	Total £
Brought forward	815,000	19,315	256,757	1,091,072
Net outgoing resources	-	(80,417)	-	(80,417)
Transfer from restricted funds	-	975	-	975
Transfers	(75,000)	93,558	(18,558)	-
Revaluation	-	-	55,388	55,388
Carried forward	740,000	33,431	293,587	1,067,018
<i>Represented by:</i>				
Tangible fixed assets	-	219	18,781	19,000
Investments	740,000	45,459	274,806	1,060,265
Net current assets/(liabilities)	-	(12,247)	-	(12,247)
	740,000	33,431	293,587	1,067,018

The directors have made a long term commitment to fund the education of the choristers of Truro Cathedral. The designation of £740,000 in a Chorister Education fund is to demonstrate that commitment for the foreseeable future.

12 Restricted funds

	Endowment Charity £	Bursary Charity £	Revaluation Reserve £	Total £
Brought forward	17,766	3,049	11,338	32,153
Income	904	71	-	975
Transfer to unrestricted funds	(904)	(71)	-	(975)
Revaluation	-	-	1,270	1,270
Carried forward	17,766	3,049	12,608	33,423
<i>Represented by:</i>				
Investments	8,850	790	12,608	22,248
Net current assets	8,916	2,259	-	11,175
	17,766	3,049	12,608	33,423

The capital from the above funds cannot be distributed but annual income can be used to meet direct charitable expenditure.

Truro Cathedral School Limited (Limited by guarantee)

Notes

(forming part of the financial statements)

13 Related party transactions

Grants totalling £120,000 (2010 £70,000) were made to the Cathedral Church of the Blessed Virgin Mary in Truro (Truro Cathedral) for educational purposes. Four of the company's directors were members of the Chapter of Truro Cathedral at 31 July 2011.

14 Commitments

The directors have agreed to pledge the sum of £150,000 to the Cathedral Church of the Blessed Virgin Mary in Truro to be spent on the proposed phase 2 developments of Inspire Cornwall on Education. Funds could also be used for Music and Art within Phase 3. The original amount pledged was £200,000 with £50,000 having been paid in the year.

The pledge has been given for a period until 31 July 2014.

The directors have approved grants for educational purposes to be paid in the financial year ended 31 July 2012 totalling £76,300.