

COMPANIES HOUSE FILING COPY

CORBY CITY TECHNOLOGY COLLEGE TRUST
(A Company Limited by Guarantee)

REPORT AND FINANCIAL STATEMENTS

YEAR ENDED 31ST AUGUST 2001



A42 *AFTN56SS* 0147
COMPANIES HOUSE 21/12/01

SMITH, HODGE & BAXTER

Chartered Accountants

CORBY CITY TECHNOLOGY COLLEGE TRUST

CONTENTS	Pages
Legal and administrative information	2
Report of the governors'	3 - 7
Auditors' report	8
Statement of financial activities	9
Income and expenditure account	10
Balance sheet	11
Cash flow statement	12 - 13
Notes to the financial statements	14 - 20

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CORBY CITY TECHNOLOGY COLLEGE TRUST

LEGAL AND ADMINISTRATIVE INFORMATION

Governors:	<p>Mr George Weston - Chairman</p> <p>Cllr. E Brace (Retiring)</p> <p>Mr H W G de Capell Brooke</p> <p>Cllr. G Crawley</p> <p>Mr W Davis</p> <p>Mr S Hanson</p> <p>Mr P Hedges</p> <p>Mrs A Jack (Retiring)</p> <p>Prof. T Kerry</p> <p>Mr G Lewis-Hall (Appointed September 2001)</p> <p>Cllr. J McKeller</p> <p>Mrs C O'Rourke</p> <p>Mrs A Turner (Appointed September 2000)</p> <p>Cllr. I Watts (Appointed September 2001)</p>
Department for Education and Employment representative:	Ms J Spence
Secretary:	Miss D Goodridge
Registered Office:	<p>Coomb Road</p> <p>Great Oakley</p> <p>Corby</p> <p>Northants</p> <p>NN18 8LA</p>
Company Registration Number:	2400784 England and Wales
Charity Registration Number:	802025
Auditors:	<p>Smith, Hodge & Baxter</p> <p>Rowan House</p> <p>Medlicott Close</p> <p>Oakley Hay</p> <p>Corby</p> <p>Northants</p> <p>NN18 9NF</p>
Bankers:	<p>HSBC</p> <p>12 Spencer Court</p> <p>Corby</p> <p>Northants</p> <p>NN17 1NY</p>
Subsidiary Undertaking:	Corby CTC Trading Limited

CORBY CITY TECHNOLOGY COLLEGE TRUST**REPORT OF THE GOVERNORS**

The governors' present their report and the audited financial statements for the year ended 31st August 2001.

CONSTITUTION AND PRINCIPAL ACTIVITIES

The Trust is constituted as a company, limited by guarantee and not having a share capital. It was incorporated at Companies Registration Office on 4th July 1989, number 2400784. The Trust has also been granted charitable status, registration number 802025, by the Charity Commissioners on 9th October 1989.

The governing instrument of the Trust is the Memorandum and Articles of Association adopted on incorporation and revised during 2000.

MEMBERSHIP AND OFFICERS

The current members and officers are:

Chairman and initial primary member	Mr H W G de Capell Brooke
Additional member	Mrs H W G de Capell Brooke
Initial primary member	Sir Cyril Taylor
Additional member	Mrs V Dowley
Primary member	Mr G Weston
Additional member	Lady Hesketh
Additional member	Mr A de Capell Brooke
Additional member	Mr George Weston

Other officers and advisors are as follows:

College Principal	Mr P A Simpson
Company Secretary	Miss D Goodridge

Bankers:	HSBC
	12 Spencer Court
	Corby
	Northants
	NN17 1NY

Auditors:	Smith, Hodge & Baxter
	Rowan House
	Medlicott Close
	Oakley Hay
	Corby
	Northants
	NN18 9NF

Governors are subject to retirement by rotation but are eligible for re-election at the meeting at which they retire. At each Annual General Meeting of the company one third of the governors retire by rotation. The governors retiring by rotation are Cllr. E Brace, Mrs A Jack and Mr HWG de Capell Brooke.

CORBY CITY TECHNOLOGY COLLEGE TRUST**REPORT OF THE GOVERNORS (continued)**

The principal activity of the College is to advance, for the public benefit, education in the United Kingdom by establishing, maintaining, operating and developing a secondary school offering a broad curriculum with a strong emphasis on science, technology, modern foreign languages and their principal applications.

In accordance with the articles of association the company has adopted a "Scheme of Government" approved by the Secretary of State for Education and Employment. The Scheme of Government specifies, amongst other things, the basis for admitting students to the College, the catchment area from which the students are drawn, and that the curriculum should comply with the substance of the national curriculum with an emphasis on science and technology and their applications.

ORGANISATION AND OBJECTIVES

The sole activity of the company is the operation of the Brooke Weston City Technology College to provide education for pupils of different abilities between the ages of 11 and 19 with an emphasis on science and technology and their applications. The main objectives of the College are summarised below:

- to raise the standard of educational achievement of all pupils;
- to ensure that every child enjoys the same high quality education in terms of resourcing, tuition and care;
- to improve the effectiveness of the College by keeping the curriculum and organisational structure under continual review;
- to provide value for money for the funds expended;
- to comply with all appropriate statutory and curriculum requirements;
- to maintain close links with industry and commerce;
- to conduct our business in accordance with the highest standards of integrity, probity and openness.

DEVELOPMENTS, ACTIVITIES AND ACHIEVEMENTS

This has been another successful year for Brooke Weston College and a fitting culmination to the first ten years of our existence.

EXAMINATION RESULTS

The efforts of students and staff were once again rewarded by excellent examination results, especially for GCSE students. In the league tables based upon the percentage of students who gained 5 or more grades A* to C we were in the top four comprehensive schools in the country. 98.3% of students achieved 5 or more GCSE passes at grades A* to C. The average points score, (calculated by awarding an A* grade 8 points, and A grade 7, a B grade 6, a C grade 5 etc) remained almost the same as in 2000 (82); on average each student gained 81 points. This year the average A-level points score per student (calculated by awarding an A grade 10 points, a B grade 8 points, a C grade 6 points etc) was 18.0. This year 29 students took GNVQ Higher courses and 11 of them achieved a distinction. The proportion of higher grades was almost the same at 76% compared to 77% last year.

Our GNVQ ICT Intermediate course was marketed as '@ tain' and has proved an educational and commercial success, with over 70 schools now using the programme.

COMPANIES HOUSE FILING COPY**CORBY CITY TECHNOLOGY COLLEGE TRUST****REPORT OF THE GOVERNORS (continued)****BUILDING MANAGEMENT**

The main project for the year was the construction of the new community resource centre. This project fell 10 weeks behind schedule. Despite this delay the building was completed by the end of October 2001 and has provided a wonderful resource for personal research and study. In addition to the planned programme of maintenance the floors in the CDT department and the changing rooms were replaced. Over 500 of the College's chairs were re-covered, the restaurant was completely refurbished and many of the corridors were re-carpeted.

EXTERNAL LINKS

The year saw no diminution in the number of visitors to the College. Beacon School status continues to attract teachers from other schools who come to examine aspects of our practice that are innovative alternatives to conventional ways of working. In all we welcomed over 80 parties of visitors drawn from overseas and this country with interests ranging from the College ethos to its architecture.

Our Masterclass provision involving schools from Corby and Kettering continues to flourish and offers well-established programmes in science, mathematics and ICT as well as newer provision in English and Art.

OPERATING AND FINANCIAL REVIEW

Most of the College's income is obtained from the DfEE in the form of recurrent grants the use of which is restricted to particular purposes. The grants received during 2000/01 and the associated expenditure are shown as restricted funds in the Statement of Financial Activities.

The College also receives grants for fixed assets from the DfEE and donations for fixed assets from commercial sponsors. In accordance with the Charity Commissioners Statement of Recommended Practice, grants and donations for fixed assets are shown in the Statement of Financial Activities as restricted fixed asset fund. The balance sheet restricted fixed asset fund is reduced by transfers of amounts equivalent to any depreciation charges over the expected useful life of the assets concerned.

In addition funds are received from sponsors for unrestricted purposes, such as the running costs of the College and any surplus is carried forward as an unrestricted fund in the balance sheet.

Grants from the DfEE and other income exceeded expenditure and depreciation for the year by £170,803.

At 31st August 2001 the net book value of fixed assets was £9,850,024 and movements in tangible fixed assets are shown in Note 15 to the financial statements. The assets are used exclusively for providing education and associated support services to the pupils of the College.

The College also held fund balances at the 31st August 2001 of £10,027,706 comprising £9,850,024 of restricted funds and £177,682 of unrestricted funds. The fund balances are adequate to fulfil the obligations of the College and provide a balance against most unforeseen events. To achieve the development plan objectives and for other major capital projects the College remains dependent on the provision of additional fixed asset grants from both the DfEE and commercial sponsors.

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CORBY CITY TECHNOLOGY COLLEGE TRUST

REPORT OF THE GOVERNORS (continued)

SUBSIDIARY COMPANY

The College owns 100% of the issued ordinary shares of Corby CTC Trading Limited a company incorporated in England. In the year to 31st August 2001 the subsidiary achieved a profit after tax of £8,366. Further details about the company are given in note 16 to the accounts.

GOVERNORS

The present governors of the College are set out on page 2. All the governors served throughout the year. Cllr. E Brace and Mrs A Jack retired after the year end and have been replaced by Cllr. I Watts and Mr G Lewis-Hall.

STATEMENT OF GOVERNORS' RESPONSIBILITIES FOR THE FINANCIAL STATEMENTS

Company law requires the governors' to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company and of the surplus or deficit of the company for that period. In preparing these financial statements, the governors have:

- selected suitable accounting policies and applied them consistently;
- made judgements and estimates that are reasonable and prudent;
- followed applicable accounting standards; and
- prepared the financial statements on the going concern basis.

The governors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 1985. 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 ON THE SYSTEM OF INTERNAL FINANCIAL CONTROLS

As governors, we acknowledge our responsibility for ensuring that an effective system of internal financial control is maintained and operated by Brooke Weston City Technology College.

The College's system of internal financial control is based on a framework of regular management information and administrative procedures including the segregation of duties and a system of delegation and accountability. In particular, it includes:

- comprehensive budgeting and monitoring systems with an annual budget and periodic financial reports which are reviewed;
- regular reviews of reports which indicate financial performance against the forecasts and of major purchase plans, capital works and expenditure programmes;
- setting targets to measure financial and other performance;
- clearly defined purchasing guidelines.

These arrangements can provide only reasonable and not absolute assurance that assets are safeguarded, transactions authorised and properly recorded, and that material errors or irregularities are either prevented or would be detected within a timely period.

CORBY CITY TECHNOLOGY COLLEGE TRUST**REPORT OF THE GOVERNORS (continued)****LEGAL STATUS**

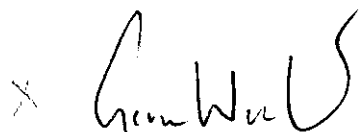
The College is a company limited by guarantee and a registered charity. The company does not have a share capital. Every member of the company undertakes to contribute to the assets of the company in the event of it being wound up while he/she is a member, or within one year after he/she ceases to be a member, such amount as may be required, not exceeding £1 for the debts and liabilities contracted before he/she ceases to be a member.

AUDITORS

The auditors, Smith, Hodge & Baxter are willing to continue in office, and a resolution to appoint them will be proposed at the annual general meeting.

APPROVAL

The report of the governors was approved on 17th December 2001 and signed on its behalf by:

A handwritten signature in black ink, appearing to read 'George Weston', with a small 'x' mark to its left.

George Weston
Chairman

CORBY CITY TECHNOLOGY COLLEGE TRUST**AUDITORS' REPORT TO THE MEMBERS OF CORBY CITY TECHNOLOGY COLLEGE TRUST**

We have audited the financial statements on pages 9 to 20 which have been prepared on the basis of the accounting policies set out on pages 14 and 15.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

As described on page 6 the governors are responsible for the preparation of the financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

BASIS OF OPINION

We conducted our audit in accordance with Auditing Standards 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 governors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the school's circumstances, consistently applied and adequately disclosed.

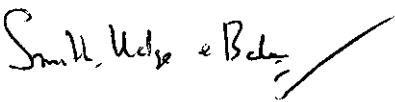
We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement whether caused by fraud or other irregularity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

OPINION

In our opinion:

- (a) the financial statements give a true and fair view of the state of affairs of the College at 31st August 2001, and of its incoming resources and application of resources including its income and expenditure in the year then ended and have been properly prepared in accordance with the Companies Act 1985;
- (b) the financial statements have been prepared in accordance with the Financial Reporting and Annual Accounts Requirements issued by the Department for Education and Employment in respect of the relevant financial year;
- (c) proper accounting records have been kept by the College throughout the financial year;
- (d) grants made by the Department for Education and Employment have been applied for the purposes intended;
- (e) we are satisfied that the College's systems of internal controls are such as to comply with the obligations placed on the governing body by the Secretary of State for Education and Employment and we have not identified any material weaknesses.

Rowan House
Medlicott Close, Oakley Hay
Corby, Northants NN18 9NF


SMITH, HODGE & BAXTER
Chartered Accountants and
Registered Auditors

17th December 2001

CORBY CITY TECHNOLOGY COLLEGE TRUST

STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31ST AUGUST 2001

	<u>Notes</u>	<u>Unrestricted Funds</u>	<u>Restricted General Funds</u>	<u>Restricted Fixed Asset Funds</u>	<u>Total 2001</u>	<u>Total 2000</u>
INCOMING RESOURCES						
Grants receivable		-	3,994,569	-	3,994,569	3,743,191
Donations and gifts	3	125,000	-	-	125,000	-
Investment income	4	11,543	-	-	11,543	4,915
Other income	4	52,526	-	-	52,526	47,938
TOTAL INCOMING RESOURCES		189,069	3,994,569	-	4,183,638	3,796,044
RESOURCES EXPENDED						
Direct charitable expenditure:						
Provision of education		-	2,987,531	340,372	3,327,903	3,232,409
Support costs		-	285,154	-	285,154	375,914
Other expenditure:						
Management and administration		-	398,809	-	398,809	460,742
Fundraising		969	-	-	969	1,325
TOTAL RESOURCES EXPENDED	5	969	3,671,494	340,372	4,012,835	4,070,390
NET INCOMING/(OUTGOING) RESOURCES BEFORE TRANSFERS		188,100	323,075	(340,372)	170,803	(274,346)
Transfers between funds		(234,304)	(323,075)	557,379	-	-
NET MOVEMENT IN FUNDS		(46,204)	-	217,007	170,803	(274,346)
Fund balances brought forward at 1st September 2000		223,886	-	9,633,017	9,856,903	10,131,249
FUND BALANCES CARRIED FORWARD AT 31ST AUGUST 2001		177,682	-	9,850,024	10,027,706	9,856,903

The Statement of Financial Activities analyses all the capital and income resources and expenditures of the College during the year and reconciles the movements in funds. Further analysis of the income and expenditure for the year is shown on page 10 and the overall financial position at the year end is summarised in the balance sheet on page 11.

CORBY CITY TECHNOLOGY COLLEGE TRUST

INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31ST AUGUST 2001

	<u>Notes</u>	<u>2001</u>	<u>2000</u>
INCOME			
Annual per capita grant	2	3,937,069	3,675,691
DfEE Capital Grants		-	-
Other DfEE Grants		57,500	67,500
Other government grants		-	-
Private sector sponsorship	3	125,000	-
Other income	4	64,069	52,853
TOTAL INCOME		4,183,638	3,796,044
EXPENDITURE			
	5,6,7 & 8		
Annual per capita grant related expenditure		3,613,994	3,653,342
Other DfEE grant related expenditure		57,500	67,500
Depreciation		340,372	348,223
Other expenditure		969	1,325
TOTAL EXPENDITURE		4,012,835	4,070,390
EXCESS OF INCOME OVER EXPENDITURE		£ 170,803	(£ 274,346)
NET TRANSFER TO/FROM FUNDS			
Restricted funds	14	217,007	(325,381)
Unrestricted funds		(46,204)	51,035
		£ 170,803	(£ 274,346)

The Income and Expenditure account is derived from the Statement of Financial Activities on page 9 which, together with the notes to the accounts on pages 14 to 20 provides full information on the movements during the year on all the funds of the College.

All items dealt with in arriving at the excess of income over expenditure for 2001 (2000: deficit) relate to continuing operations.

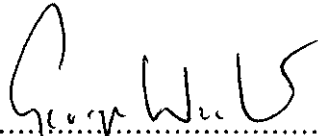
The company has no recognised gains and losses other than those included in the above results and therefore no separate statement of gains and losses has been presented.

CORBY CITY TECHNOLOGY COLLEGE TRUST

BALANCE SHEET AT 31ST AUGUST 2001

	<u>Notes</u>	<u>2001</u>	<u>2000</u>
FIXED ASSETS			
Tangible assets	15	9,850,024	9,633,017
Investments	16	100	100
		9,850,124	9,633,117
CURRENT ASSETS			
Stocks	11	10,000	10,000
Debtors	12	393,419	188,012
Cash at bank and in hand		319,266	332,963
		722,685	530,975
CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR			
	13	(545,103)	(307,189)
NET CURRENT ASSETS		177,582	223,786
NET ASSETS		£10,027,706	£ 9,856,903
FUNDS			
Restricted fixed asset fund	17	9,850,024	9,633,017
Restricted general fund		-	-
Premises fund		-	-
Unrestricted funds	17	177,682	223,886
		£10,027,706	£ 9,856,903

The financial statements were approved by the Board on 17th December 2001 and signed on its behalf by:

x 

 Chairman - G Weston

CORBY CITY TECHNOLOGY COLLEGE TRUST**CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST AUGUST 2001**

	<u>2001</u>	<u>2000</u>
Reconciliation of operating profit net cashflows from operating activities		
<u>RECEIPTS</u>		
Recurrent grants received from DfEE:		
Annual per capita grant	3,937,069	3,675,691
Other grant	-	-
Other receipts from DfEE	57,500	67,500
Other receipts from central or local government	-	-
Private sector sponsorship	125,000	-
Other receipts	52,526	47,938
	<u>4,172,095</u>	<u>3,791,129</u>
<u>PAYMENTS</u>		
Staff costs	(2,630,767)	(2,544,364)
Other cash payments	(1,008,908)	(1,170,285)
Net cash flow from operating activities	<u>532,420</u>	<u>76,480</u>
Returns on investments and servicing of finance		
Interest received	11,543	4,915
Interest paid	(281)	(644)
Net cash inflow from returns on investments and servicing of finance	<u>11,262</u>	<u>4,271</u>
Taxation	-	-
Capital expenditure		
Purchase of tangible fixed assets	(557,379)	(22,842)
Receipts from sale of tangible fixed assets	-	-
	<u>(557,379)</u>	<u>(22,842)</u>
Management of liquid resources and financing		
Purchase of treasury bills	-	-
Sale of treasury bills	-	-
Capital grants from DfEE	-	-
Other fixed asset grants from central and local government	-	-
Fixed asset grants from sponsors	-	-
	<u>-</u>	<u>-</u>
Net (decrease)/increase in cash	<u>(£ 13,697)</u>	<u>£ 57,909</u>

CORBY CITY TECHNOLOGY COLLEGE TRUST

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST AUGUST 2001

	<u>2001</u>	<u>2000</u>
Reconciliation of net cash flow to movement in net funds (re note 1)		
(Decrease)/increase in cash in the period	(13,697)	57,909
Cash repurchasing debenture	-	-
Cash used to increase liquid resources	-	-
Changes in net debt	(13,697)	57,909
Net funds at 1st September 2000	332,963	275,054
Net funds at 31st August 2001	319,266	332,963

1. NOTE TO CASH FLOW STATEMENT

	1st Sept 2000	Cash flows	31stAug 2001
Analysis of changes in net funds			
Cash in hand and at bank	332,963	(13,697)	319,266
Overdraft	-	-	-
Debt due within one year	-	-	-
Debt due after one year	-	-	-
Current asset investments	-	-	-
TOTAL	332,963	(13,697)	319,266

CORBY CITY TECHNOLOGY COLLEGE TRUST**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST AUGUST 2001****1. ACCOUNTING POLICIES****Format of accounts**

The standard format for the accounts as required by the Companies Act 1985 has been adapted to provide more appropriate information which complies with the Statement of Recommended Practice (SORP) 'Accounting by Charities' and reflects the activities of the company. The format and accounting policies were revised in 1999 to comply with the guidance issued by the DfEE.

Basis of accounting

The financial statements are prepared under the historic cost convention and in accordance with applicable accounting standards.

Recognition of incoming resources

Incoming resources received for specific purposes eg. fixed asset grants, are included in the statement of financial activities. The balance of income received for specific purposes but not matched to relevant expenditure during the period is shown in the restricted income fund on the balance sheet. The annual recurrent grant from the DfEE, which is intended to meet recurrent costs, is credited direct to the statement of financial activities.

Allocation of cost between direct provision of education and other expenditure

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

Tangible fixed assets

Tangible fixed assets acquired since the College was established are included in the accounts at cost.

Where tangible fixed assets have been acquired with the aid of specific grants, either from the government or from the private sector, they are included in the balance sheet at cost and depreciated over their expected useful economic life. The related grants are credited to a restricted fixed asset fund (in the statement of financial activities and carried forward in the balance sheet) and are released over the expected useful economic life of the related asset on a basis consistent with the depreciation policy.

Depreciation

Depreciation is provided evenly on the cost of tangible fixed assets, to write them down to their estimated residual values over their expected useful lives. The principal annual rates used for other assets are:

Lease	-	over the period of the lease
Long leasehold buildings	-	2% of written down value
Office and computer equipment	-	33⅓% of written down value
Fixtures, furniture and fittings	-	10% of written down value
Motor vehicles	-	33⅓% of written down value

There is no depreciation charge this year for the Learning Resource Centre as the building was still under construction at the year end.

CORBY CITY TECHNOLOGY COLLEGE TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST AUGUST 2001

1. ACCOUNTING POLICIES (continued)

Leased assets

Rentals payable under operating leases are charged to the income and expenditure account as incurred.

Rentals payable under finance leases are apportioned between the finance charge and a reduction of the outstanding obligation for future amounts payable.

Investments

Fixed asset investments are carried at cost or market value.

Stocks

Unused stocks are valued at the lower of cost or net realisable value.

Taxation

The company is a registered charity and as such is exempt from income and corporation taxes under the provisions of the Income and Corporation Taxes Act 1988. The cost of value added tax incurred by the company has been included in the income and expenditure account.

Pensions

- (a) Full-time and part-time teaching staff employed under a contract of service are eligible to contribute to the Teachers' Superannuation Scheme (TSS). The TSS, a statutory, contributory, final salary scheme is administered by The Teachers Pension Agency on behalf of the Department for Education and Employment.

Contribution rates payable by the employer are expressed as a percentage of salary. The total payable is reviewed every five years by the government actuary. Costs are accounted for in the years paid.

- (b) In addition staff have an opportunity to join the Brooke Weston CTC retirement benefits scheme which is a money purchase defined contribution scheme. Costs are accounted for in the year paid.

2. ANNUAL PER CAPITA GRANT

	<u>2001</u>	<u>2000</u>
Annual per capita grant for year	3,937,069	3,675,691
Carry over from previous year	-	-
Total APG available to spend	<u>3,937,069</u>	<u>3,675,691</u>
Net APG revenue expenditure	(3,613,994)	(3,653,342)
Fixed assets purchased from APG	(323,075)	(22,349)
Overspent APG	<u>(£ -)</u>	<u>(£ -)</u>

CORBY CITY TECHNOLOGY COLLEGE TRUST**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST AUGUST 2001****3. PRIVATE SECTOR SPONSORSHIP**

	<u>2001</u>	<u>2000</u>
Corby CTC Trading Limited - gift aid	125,000	-
	<u>£ 125,000</u>	<u>£ -</u>

4. OTHER INCOME

	<u>2001</u>	<u>2000</u>
Interest receivable	11,543	4,915
Other	52,526	47,938
	<u>£ 64,069</u>	<u>£ 52,853</u>

5. TOTAL RESOURCES EXPENDED

	<u>Staff costs</u>	<u>Depreciation</u>	<u>Other costs</u>	<u>Total 2001</u>	<u>Total 2000</u>
Direct provision of education	1,963,360	340,372	1,024,171	3,327,903	3,232,409
Support costs	285,154	-	-	285,154	375,914
Management and administration	382,253	-	16,556	398,809	460,742
Fundraising	-	-	969	969	1,325
	<u>£2,630,767</u>	<u>£ 340,372</u>	<u>£1,041,696</u>	<u>£4,012,835</u>	<u>£4,070,390</u>

6. GENERAL EXPENDITURE

	<u>2001</u>	<u>2000</u>
Included in expenditure in the income and expenditure accounts and in other costs above are:		
Educational supplies and services	401,085	443,303
Occupancy costs	99,621	125,837
Maintenance costs	152,823	124,966
Supplies and services	238,086	361,705
Auditors' remuneration	10,340	10,330
Governors' expenses	-	-
Miscellaneous	139,741	111,662
	<u>£1,041,696</u>	<u>£1,177,803</u>

Included in the above are operating lease rentals of £29,415 for hire of equipment.

CORBY CITY TECHNOLOGY COLLEGE TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST AUGUST 2001

7. INTEREST PAYABLE

	<u>2001</u>	<u>2000</u>
Interest on overdrafts repayable wholly within five years	£ 281	£ 644
	<hr/>	<hr/>

8. STAFF COSTS

The average number of persons (including senior postholders) employed by the College during the period expressed as full time equivalents was:

	<u>2001</u>	<u>2000</u>
Educational support	17	19
Administration	30	29
Teachers	68	65
Total employees	<hr/> 115	<hr/> 113

Staff costs for the above persons

Wages and salaries	2,305,256	2,212,103
Social security costs	180,194	177,089
Other pension costs	140,372	147,264
Total staff costs	<hr/> £2,625,822	<hr/> £2,536,456

9. EMOLUMENTS OF GOVERNORS

The governors of the College did not receive any payment from the College.

10. GOVERNORS AND OFFICERS INSURANCE

In accordance with normal commercial practice the College has purchased insurance to protect governors and officers from claims arising from negligent acts, errors or omissions occurring whilst on College business. The insurance provides cover up to £500,000 on any one claim and the cost for 2000/2001 was £1,050.

11. STOCKS

	<u>2001</u>	<u>2000</u>
Stationery and other supplies	£ 10,000	£ 10,000
	<hr/>	<hr/>

The replacement cost of the above stocks would not be significantly different from the values stated.

CORBY CITY TECHNOLOGY COLLEGE TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST AUGUST 2001

12. DEBTORS

	<u>2001</u>	<u>2000</u>
Trade debtors	38,372	70,333
Prepayments	131,772	51,728
Other debtors	62,675	16,951
Amount due from subsidiary undertaking	160,600	49,000
	<u>£ 393,419</u>	<u>£ 188,012</u>

13. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	<u>2001</u>	<u>2000</u>
Trade creditors	360,643	147,095
Taxation and social security	50,660	54,377
Accruals and other creditors	133,800	105,717
	<u>£ 545,103</u>	<u>£ 307,189</u>

14. RESTRICTED FUNDS

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

	<u>Balance at 31st August 2000</u>	<u>Incoming resources</u>	<u>Expenditure gains, losses & transfers</u>	<u>Balance at 31st August 2001</u>
Restricted general fund	-	3,671,494	3,671,494	-
Restricted fixed asset funds				
Government/APG capital grant	7,489,285	323,075	260,929	7,551,431
Private sector capital sponsorship	2,143,732	234,304	79,443	2,298,593
	<u>£9,633,017</u>	<u>£ 4,228,873</u>	<u>£4,011,866</u>	<u>£ 9,850,024</u>

Annual per capita grant (APG) must be used for the normal running costs of the College including salaries and related costs, overheads, repairs and maintenance and insurance. The College is allowed to carry forward up to 12% of the current APG. Of the carried forward amount up to 2% of APG can be used for general purposes at the discretion of the College, but any balance over 2% must be used for capital purposes.

CORBY CITY TECHNOLOGY COLLEGE TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST AUGUST 2001

15. TANGIBLE FIXED ASSETS

	<u>Learning Resource Centre</u>	<u>Lease</u>	<u>Long leasehold buildings</u>	<u>Office and computer equipment</u>	<u>Fixtures furniture and fittings</u>	<u>Motor vehicles</u>	<u>Total</u>
Cost							
At 1st September 2000	-	1,100,000	9,348,511	1,448,103	1,042,224	83,631	13,022,469
Capital expenditure	493,017	-	-	64,362	-	-	557,379
Disposals	-	-	-	-	-	-	-
At 31st August 2001	£ 493,017	£1,100,000	£9,348,511	£1,512,465	£1,042,224	£ 83,631	£13,579,848
Depreciation							
At 1st September 2000	-	88,000	1,464,370	1,220,363	553,871	62,848	3,389,452
Charged in year	-	8,800	157,683	118,126	48,835	6,928	340,372
Disposals	-	-	-	-	-	-	-
At 31st August 2001	£ -	£ 96,800	£1,622,053	£1,338,489	£ 602,706	£ 69,776	£3,729,824
Net book value							
At 31st August 2000	£ -	£1,012,000	£7,884,141	£ 227,740	£ 488,353	£ 20,783	£ 9,633,017
At 31st August 2001	£ 493,017	£1,003,200	£7,726,458	£ 173,976	£ 439,518	£ 13,855	£9,850,024

**Source of funding for assets acquired
(Cumulative)**

	<u>2001</u>	<u>2000</u>
Capital grants	9,066,200	9,066,200
Transitional grants	57,637	57,637
Recurrent grants	1,214,587	891,512
Private sector and other	3,241,424	3,007,120
	<u>£13,579,848</u>	<u>£13,022,469</u>

16. INVESTMENTS

	<u>2001</u>	<u>2000</u>
Investment in subsidiary company at cost	£ 100	£ 100

The College owns 100% of the issued £1 ordinary shares of Corby CTC Trading Limited, a company incorporated in England. The principal business activity of Corby CTC Trading Limited is the hiring out of sports and function facilities and providing a GMVQ consulting service. In the year to 31st August 2001 the subsidiary retained a profit after tax of £8,366 and at the year end had a surplus in reserves of £4,364. The investment is shown in the balance sheet and consolidated accounts are not prepared as, in the opinion of the governors, the results of the subsidiary are not material, and advantage is taken of the medium sized group exemptions.

CORBY CITY TECHNOLOGY COLLEGE TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST AUGUST 2001

17. ANALYSIS OF NET ASSETS BETWEEN FUNDS

Fund balances at 31st August 2001 are represented by:

	<u>Unrestricted funds</u>	<u>Restricted public</u>	<u>Capital private</u>	<u>Total</u>
Tangible fixed assets	-	7,551,431	2,298,593	9,850,024
Investments	100	-	-	100
Current assets	722,685	-	-	722,685
Current liabilities	(545,103)	-	-	(545,103)
Totals	<u>£ 177,682</u>	<u>£7,551,431</u>	<u>£2,298,593</u>	<u>£10,027,706</u>

18. CAPITAL COMMITMENTS

	<u>2001</u>	<u>2000</u>
Contracted for, but not provided in the accounts	£ 157,000	£ 650,000

19. LEASE COMMITMENTS

	<u>2001</u>	<u>2000</u>
Operating leases		

The payments which the company is committed to make in the next year in respect of operating leases:

Within one year	7,463	5,499
One to five years	16,809	17,759

20. CONTINGENT LIABILITIES

In the event, during the period of the Funding Agreement, of the sale or disposal by other means, of any asset for which a capital grant was received, the company shall if it does not re-invest the proceeds, repay to the Secretary of State for Education and Employment the same proportion of the proceeds of the sale or disposal as equates with the proportion of the original cost met by the Secretary of State.

Upon termination of the Funding Agreement, whether as a result of the Secretary of State or the company serving notice, the company shall repay to the Secretary of State sums determined by reference to:

- (a) The value at that time of the College's site and premises and other assets held for the purpose of the company; and
- (b) the extent to which expenditure incurred in providing those assets was met by payments by the Secretary of State under the Funding Agreement.